



St. Bernard Parish School Board

Chalmette, Louisiana

FOR THE FISCAL YEAR
July 1, 2007 - June 30, 2008

Prepared by the
Department of Business Operations
David Fernandez, Financial Manager

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/14/09

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2008

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ST. BERNARD PARISH SCHOOL BOARD

December 26, 2008

OFFICERS OF THE BOARD:

HUGH C. CRAFT, Ed.D.
PRESIDENT

CLIFFORD M. ENGLANDE
VICE-PRESIDENT

DORIS VOITIER
SUPERINTENDENT
SECRETARY-TREASURER

MEMBERS:

HERMAN J. BONNETTE, SR.

WILLIAM H. EGAN

LYNETTE R. DIFATTA

SHARON A. HANZO

JOSEPH V. LONG, SR.

HUGH C. CRAFT, Ed.D.

DIANA B. DYSART

CLIFFORD M. ENGLANDE

HENDERSON LEWIS, JR., Ph.D.

PERRY M. NICOSIA

DONALD D. CAMPBELL

To the Members of the St. Bernard Parish School Board and the Citizens of St. Bernard Parish, Louisiana:

The Comprehensive Annual Financial Report of the St. Bernard Parish School Board (School Board) for the fiscal year ended June 30, 2008, is herewith submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Financial Manager, the Superintendent and the School Board. We believe the data presented is accurate in all material respects and is presented in a manner designed to fairly reflect the financial positions and results of operations of the various funds of the School Board. All disclosures necessary to gain maximum understanding of the School Board's financial activities have been included.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Reporting Entity

The St. Bernard Parish School Board is a legally separate subdivision of the state of Louisiana created by the state to govern the public education system in the Parish of St. Bernard, Louisiana. St. Bernard Parish is in the southeast corner of the state of Louisiana bordered by the City of New Orleans to the west, the Mississippi River to the south and the Gulf of Mexico to the east. The School Board consists of Consolidated School District No. 1 of the Parish of St. Bernard. The School Board is governed by an eleven member board, whose members are all elected by district and all serve concurrent four-year terms. The current School Board members were elected in a regular election in September, 2006. Their terms started on January 1, 2007 and will end on December 31, 2010.

Although created as a political subdivision of the State, the School Board legally stands on its own, is fiscally independent and elects its own governing body which is accountable for the financial activities of the St. Bernard Parish School Board. Therefore, it is considered a primary government. The School Board has no component units nor is it a component unit of any other entity. All funds and activities of the St. Bernard Parish School Board are reported in this annual report.

The St. Bernard Parish School Board serves approximately 4,200 students, and offers a full range of educational services for students from pre-kindergarten through twelfth grade, including regular and special education services for the disabled, adult education, vocational education and alternative education programs, in addition to auxiliary services such as student transportation and food services. During the 2007-2008 school year, these services were provided through the School Board's Administrative Office, Chalmette High School, N.P. Trist Middle School, Andrew Jackson Elementary School, J.F. Gauthier Elementary School and C.F. Rowley Alternative School. To learn more about the St. Bernard Parish School Board, visit our web site at www.stbernard.k12.la.us.

Independent Audit

The School Board's financial statements have been audited by LaPorte, Sehrt, Romig and Hand, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the St. Bernard Parish School Board for the fiscal year ended June 30, 2008, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion on the School Board's financial statements for the fiscal year ended June 30, 2008, and that the statements are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of the report.

The independent audit of the financial statements of the School Board are part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. This year the School Board met the requirements for having a single audit conducted in accordance with the Single Audit Act Amendment of 1996 and U.S. Office of Management and Budget Circular No. A-133, *Audits of States, Local Governments and Nonprofit Organizations*. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are included in the Single Audit Section of this report.

Internal Controls

The management of the School Board is responsible for establishing and maintaining a system of internal control. The objectives of a system of internal control are to provide reasonable, but not absolute, assurance that School Board policy, administrative and accounting procedures and grant administration procedures are fully implemented and are being adhered to. In addition, internal controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

All internal control evaluations occur within the above framework. We believe that the School Board's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. In addition, we believe the controls provide adequate assurance that federal programs are properly administered and accounted for.

Accounting System and Budgetary Control

An explanation of the School Board's accounting and budgetary policies are contained in the notes to the financial statements. Explained in detail are the basis of accounting, fund structure and other significant information regarding accounting and budgetary policies. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the general fund and special revenue funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. Management is responsible for review of the budget and making adjustments as needed by prior authority granted from the School Board. All budget amendments must be presented to the School Board for approval.

Cash Management

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit and the Louisiana Assets Management Pool. Deposits in financial institutions are also collateralized by instruments issued by the United States Government or federal government agencies created by an act of Congress and insured by the Federal Deposit Insurance Corporation. The School Board earned interest revenue of \$1,864,216 for the year ended June 30, 2008. Interest was distributed as follows:

| | |
|----------------------------------|---------------------|
| General Fund | \$ 652,467 |
| Lunch Fund | 20,725 |
| Ad Valorem Tax Bond Sinking Fund | 64,128 |
| Capital Projects Fund | 1,096,005 |
| Other Governmental Funds | 15,431 |
| Internal Service Fund | <u>15,460</u> |
| | <u>\$ 1,864,216</u> |

Risk Management

The School Board maintains a combination of self-insurance and excess coverage to manage its losses from property damage, theft and claims made by employees and third parties. The School

Board maintained a self-insurance retention of \$25,000 per occurrence for auto and general liability claims during the 2008 fiscal year. The School Board maintains blanket coverage on property with a deductible of \$1,900,000. Claims incurred in excess of retention amounts are paid by the insurance carriers.

The School Board maintained educator's legal liability insurance with a self-insured retention of \$15,000 per occurrence during the 2008 fiscal year.

The School Board is self-insured for workers' compensation claims. All claims are handled by a third-party administrator retained by the School Board, and claims are funded by premiums paid by the general and lunch funds. Workers' compensation expenses are reflected in the Internal Service Fund. The School Board maintains an excess workers' compensation policy which covers claims which exceed \$300,000 per occurrence.

Economic Condition and Outlook

St. Bernard Parish is located in the extreme southeastern section of Louisiana bordering on the Mississippi River and extending eastward to the Gulf of Mexico. At June 30, 2008, the parish population has increased slightly as residents rebuild their homes and return. Current estimates have the parish's full-time population at approximately 50% of pre-Hurricane Katrina levels.

The major industries of the Parish remain intact and continue to fuel the recovery of the region. Also key to the recovery are the Mississippi River, its fishing estuaries and its port facilities. The Port of St. Bernard, located on the convergence of the three major maritime corridors of the Mississippi River, the Mississippi Gulf Outlet and the Gulf Intra-Coastal Waterway, has spent \$8 million to rebuild infrastructure. Roads, warehouses and sewerage facilities were improved while increasing tonnage and ship visits. Investments of \$30 million will continue in the coming year with conveyors and the rebuilding of the industrial park facilities and office space. Their goal is to continue to attract larger ships and create more jobs and economic prosperity for the residents of St. Bernard. Their success is evident in the growth in Port tonnage from the pre- Hurricane Katrina levels of 3.2 million tons in 2004 to a record 4.3 million tons in 2007. The Port of St. Bernard will continue to be a major economic engine for the recovery of the Parish and region.

The St. Bernard Parish Economic Development Commission continues in its efforts to attract major businesses to the Parish. Their re-instituted strategic plan focuses on the following areas of economic development: business retention and expansion; industrial recruitment; small business development; parish advocacy; and workforce development.

The economic outlook for the Parish continues to look promising. Renovation and construction activity is evident throughout the Parish. These factors will bolster the Parish economy as we continue to rebuild. However, the School Board continues to face many challenges. Striving to meet the changing needs of students in this recovering area, while continuing to rebuild damaged facilities remain paramount concerns of the district.

Major Initiatives, Service Efforts and Accomplishments

The members of the School Board in cooperation with the community, the parents, the staff and students have worked tirelessly to ensure a quality system of public education for all students within St. Bernard Parish.

- (1) Prior to the storm, the St. Bernard Parish School Board was very proud of the fact that all of our schools have been accredited by the Southern Association of Colleges and Schools (SACS). In the 2007 school year, the district attained district-wide accreditation. District-wide accreditation is a new concept and is available only to districts with all schools currently accredited on an individual basis.
- (2) The 2007-2008 school year saw the continuation of the School Board's Universal Preschool Program. A combination of federal, state and local funds helped make St. Bernard Parish one of the few parishes in the State of Louisiana to offer educational services, free of charge, to all 4 year old residents wishing to avail themselves of these services. The program was offered at Andrew Jackson and J.F. Gauthier Elementary Schools. Programs contributing funding to this effort were the Headstart program, IDEA, the 8G Model Early Childhood program, federal TANF funds and the State of Louisiana's Education Excellence Fund. Costs in excess of the aforementioned funding were covered by the School Board's General Fund.
- (3) During the 2007-2008 school year, the district continued its alternative program for students who are 16 years of age or older who have difficulty passing the new LEAP 21/GEE 21 assessments. With the assistance of a state pass-through grant through the Temporary Assistance to Needy Families (TANF) program, the program offered classes to enhance the basic academic skills of students and to introduce them to workplace essential skills. Students in this program are working toward a GED and/or a parish skills certificate, and their educational programs are individualized through their Individual Career and Academic Plan (ICAP).
- (4) The school district accessed funds from the Carl D. Perkins Vocational Grant to bring work-like experiences to students in culinary arts, business and technology education. A major focus was helping students in the area of business studies obtain industry certifications which will assist them upon entering the workforce. Career major programs that dominated the district's vocational programs during the 2007-2008 school year and which were supported by Carl Perkins funds included finance and culinary arts.
- (5) The "Hand and Hand" program continued in the elementary schools. "Hand and Hand" is a parish publication designed to foster cooperation between family and school. The booklet provides a link between the school and the home and gives parents a first-hand look at what students are required to know when taking the 4th grade LEAP 21 test.

“Hand and Hand” enlists parents in an effort to get students ready for LEAP. The booklet consists of weekly math and language arts exercises, which are assigned as homework. Parents are asked to work with the student in completing these activities to help ease test anxiety.

The “Hand and Hand” booklets are dispersed at scheduled meetings for parents of 4th grade students. These mandated information meetings offer an opportunity for parents to meet with administrators, counselors and 4th grade teachers to discuss exactly what LEAP means for their children and how parents can get involved in preparing their students for testing. To participate in this “Hand and Hand” program, parents must attend one of the meetings to receive the booklet, as well as tips on how to assist their children in preparing for the test. Participation in this school/home outreach program is enhanced by a parish-wide incentive program that rewards students and parents for completing assignments.

At the elementary and middle school levels, Project PASS provided tutoring for 4th and 8th grade students identified as being at-risk of failing LEAP 21. Retired teachers returned to active service when given the opportunity to work with groups of five or fewer children on LEAP skills in preparation for high stakes testing. The curriculum for this project was provided by the State Department of Education.

- (6) An alternative school, NOVA Academy, opened after the beginning of the 1996-1997 school year to provide instruction and supervision for middle and high school students who would have otherwise been expelled. In August 2007, NOVA Academy was relocated to the newly renovated former C.F. Rowley Elementary School. C.F. Rowley Alternative School provides a program that is rehabilitative in nature, with the aim of having students successfully return to their district school campus. The faculty and staff work with many community agencies to provide family counseling, drug use monitoring and rehabilitation as needed to reach the students’ goals for return to the district school. C.F. Rowley Alternative School now also houses the district’s other alternative programs such as Project Star and the SOS Program, both of which are detailed below, as well as the Options program which services students that are in alternative diploma tracks to the traditional college preparatory curriculum.
- (7) Collaborative efforts among the St. Bernard Parish School Board, the St. Bernard Parish Sheriff’s Office, the St. Bernard Parish Council and the 34th Judicial System resulted in two programs, one for middle school and one for high school, to keep suspended students under the supervision of the school system. The program is housed at the site of our alternative school, C. F. Rowley Alternative School. The program will continue to serve all public middle and high schools in St. Bernard Parish.

Students who violate the parish code of conduct in a grievous way or who are habitually disruptive to the school program are assigned to the Suspension-on-Site (SOS) program in lieu of suspension out of school.

-
- (8) The 2007-2008 school year saw the continuation of Project Star at C.F. Rowley Alternative School. The goal of Project Star is to help students who have failed two or more grade levels reach their age appropriate grade level. Effectively, this program allows the student to complete three years of middle school in two years. This is accomplished by extending the daily core curriculum instructional time by one hour and extending the school year by thirty days for the students enrolled in the program.
- The program requires a commitment from both the students and their parents. Entering sixth grade students that are identified as eligible for the program are screened to determine their compatibility with the program. Upon enrolling in the program, each student must sign a contract agreeing to adhere to the rules of the program. The traditional nine-week grading period has been replaced with a six week grading period, each of which culminates with a mandatory parent-teacher conference. Also, tutors come in two days per week to provide individualized assistance in areas of assessed weakness or in LEAP 21 preparation.
- 9) Following Hurricane Katrina, Congress appropriated substantial funding to assist schools in the most heavily impacted areas. The Hurricane Education Recovery Act brought desperately needed operational funds to the district in the form of federal Immediate Aid to Restart Schools funding. These monies will be used to fund district operational expenses as well as assist in the replacement of materials and supplies lost in the storm. For the 2008-2009 school year, these funds will be used to reopen three new schools, St. Bernard Middle School, Joseph Davies Elementary School and W. Smith Elementary School.
- 10) The district has developed and presented a Rebuilding Plan to address the systems post-storm environment and challenges. This plan addresses the systematic rebuilding and repopulation of public schools within the parish. The district is currently in the third phase of this rebuilding plan, which includes the expansion of Chalmette High School through a self-contained ninth-grade academy, with a newly constructed educational facility. The ninth grade campus will also include a newly constructed field house which will include state-of-the-art facilities for several sports including basketball, wrestling and swimming. These facilities are scheduled for completion in time for the beginning of the 2009-2010 school year. This will be followed by the construction of a cultural arts center on the same campus which will service the entire community by including a 400 seat theater as well as music and dance practice room, meeting rooms and the main branch of the parish public library. Also in the design phase are two new elementary schools to service the Arabi and Chalmette areas. These schools are scheduled to open for the 2010-2011 school year.

Major Operational or Financial Concerns

The St. Bernard Parish Public School System enjoys a fine reputation throughout the metropolitan New Orleans area for the excellence of its educational offerings and the resulting achievements of its students. However, the effects of storm related expenses and decreased funding raises several concerns for the future.

Foremost among our concerns are increased costs to the district in the area of group insurance benefits. In an effort to bolster the flagging Louisiana Group Benefits program, for the fifth year, group insurance premiums in the 2007-2008 fiscal year were increasing. A majority of the cost of the increased premiums were borne by the district. Compounding the problem is a post-storm phenomenon which has seen a significant number of veteran employees opt to retire, thereby increasing expenditures for retiree insurance benefits, while at the same time the district has seen their State funding decreased due to a diminished enrollment. This decrease in State funding has made it necessary for the district to cover these expenses using significantly decreased local tax revenues. While the State has provided some assistance to impacted districts through specifically directed appropriations, it is uncertain whether this assistance will be recurring in future fiscal periods. If the State does not appropriate recurring funding for these mandated retiree costs, the funding of these retiree benefits by the district may soon begin to impact instructional programs. Also, unfunded mandates with regard to the district's Special Education program continue to be a concern. The district continually receives mandates to provide increased services to our special education population unaccompanied by adequate funding to provide those services. Until the federal government commits to covering more than a minute portion of the excess costs created by these mandates, the district must continually use unrestricted funds to cover the cost differential.

Another area of concern is the lack of certified teachers in certain areas of critical need, primarily, Special Education, Mathematics and Science. This problem has become more prevalent due to a diminished pool of available teachers in the post-storm environment. The district continues to attempt to attract teachers with these certifications as well as assist current personnel in attaining certification in these areas.

Financial Reporting Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the St. Bernard Parish School Board for its comprehensive annual financial report for the Year Ended June 30, 2007. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

The St. Bernard Parish School Board was also awarded a Certificate of Excellence in Financial Reporting for its comprehensive annual financial report for the fiscal year ended June 30, 2007 by the Association of School Business Officials International (ASBO).

The award certifies that the school system has presented its comprehensive annual financial report to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the principles and practices of financial reporting recognized by ASBO. Receiving the award is recognition that the school system has met the highest standards of excellence in school financial reporting.

The awards received for the system's fiscal year 2007 report represented the fifteenth year that the district had received these respective honors. The Certificate of Achievement and Certificate of Excellence are valid for a period of one year only. The St. Bernard Parish School Board feels that its 2007-2008 Comprehensive Annual Financial Report continues to meet the Certificate of Achievement and Certificate of excellence Programs' requirements and we are submitting it to the GFOA and ASBO to determine eligibility for another certificate.

Acknowledgments

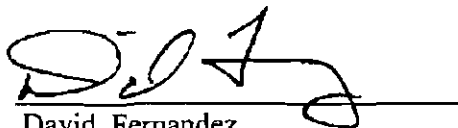
The preparation of the Comprehensive Annual Financial Report on a timely basis could not have been accomplished without the efforts and dedication of the entire business operations staff. We would like to express our sincere thanks and appreciation to each and every employee who contributed to the development of this report.

Lastly, we would like to thank and applaud the members of the St. Bernard Parish School Board for their leadership in planning and conducting the financial operation of the school system in a dedicated and responsible manner.

Respectfully submitted,



Doris Voitier
Superintendent



David Fernandez
Financial Manager

ST. BERNARD PARISH SCHOOL BOARD

PRINCIPAL OFFICIALS

| |
|-----------------------------|
| SCHOOL BOARD MEMBERS |
|-----------------------------|

PRESIDENT

HUGH C. CRAFT, Ed.D.

VICE-PRESIDENT

CLIFFORD M. ENGLANDE

HERMAN J. BONNETTE, SR.

SHARON A. HANZO

DONALD D. CAMPBELL

JOSEPH V. LONG, SR.

LYNETTE R. DIFATTA

HENDERSON LEWIS, JR., Ph. D

DIANA B. DYSART

PERRY M. NICOSIA

WILLIAM H. EGAN

| |
|---------------------------------|
| ADMINISTRATIVE OFFICIALS |
|---------------------------------|

SUPERINTENDENT

DORIS VOITIER

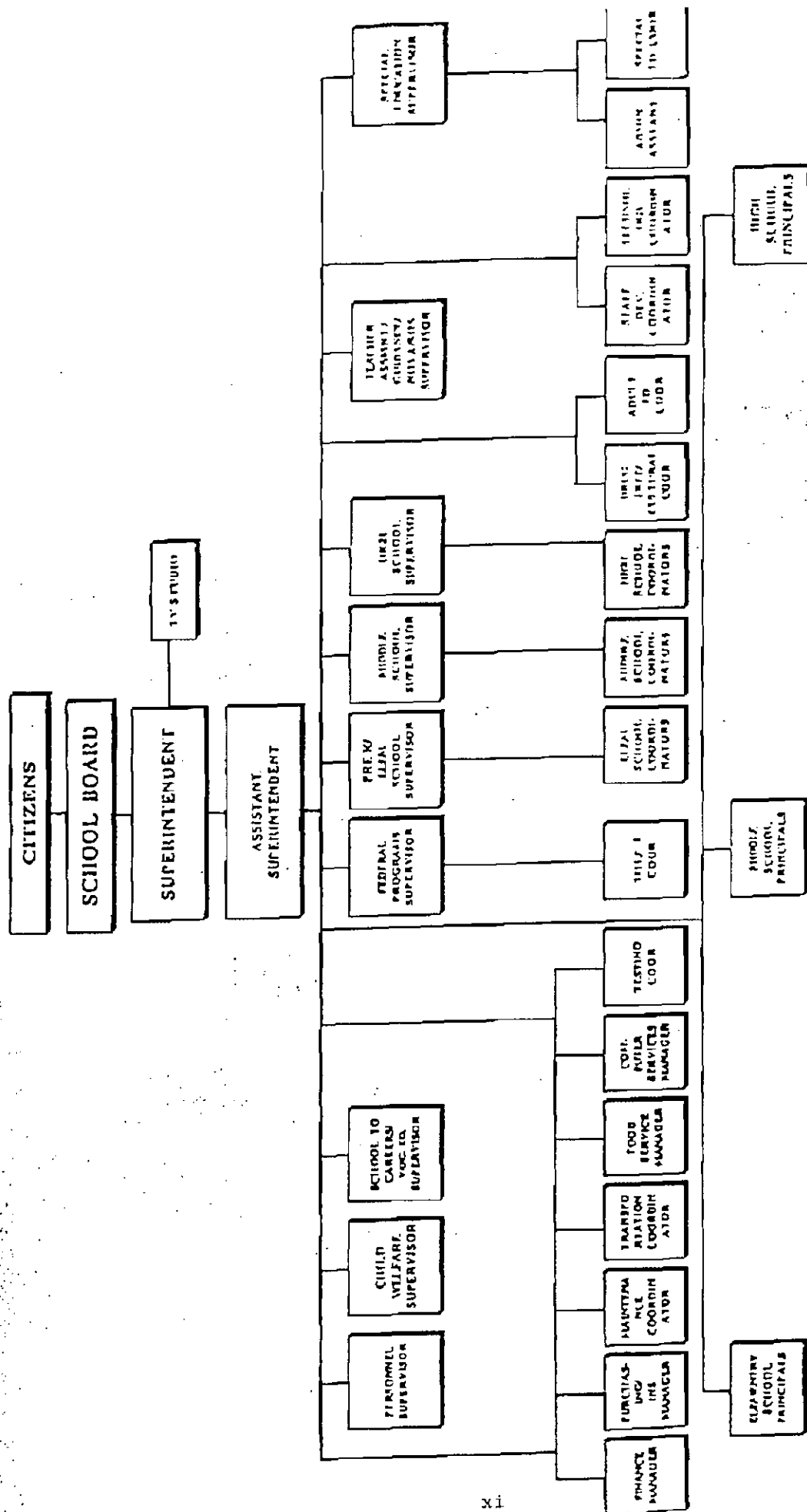
ASSOCIATE SUPERINTENDENT

BEVERLY LAWRASON

FINANCIAL MANAGER

DAVID FERNANDEZ

ORGANIZATIONAL CHART



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Certificate of Achievement for Excellence in Financial Reporting

Presented to

St. Bernard Parish
School Board, Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Charles S. Cox

President

Jeffrey R. Enen

Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

ST. BERNARD PARISH SCHOOL BOARD

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2007

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

George E. Brendel

President

John D. Mueser

Executive Director



To the Members of the
St. Bernard Parish School Board
Chalmette, Louisiana

Independent Auditor's Report

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of St. Bernard Parish School Board (School Board) as of and for the year ended June 30, 2008, which collectively comprise the School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the St. Bernard Parish School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of St. Bernard Parish School Board, as of June 30, 2008, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 26, 2008, on our consideration of the St. Bernard Parish School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

110 VETERANS MEMORIAL BOULEVARD, SUITE 200, METAIRIE, LA 70005-4958 • 504.835.5522 • FAX 504.835.5535
5100 VILLAGE WALK, SUITE 300, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956
TOWN HALL WEST, 10000 PERKINS ROWE, STE. 200, BATON ROUGE, LA 70810-1797 • 225.296.5150 • FAX 225.296.5151
WWW.LAPORTE.COM

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The management's discussion and analysis, budgetary comparison schedules for the general fund and major special revenue funds, and the other Required Supplementary Information as listed in the table of contents, are not a required part of the basic financial statements of St. Bernard Parish School Board but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the St. Bernard Parish School Board's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, the budgetary comparison schedules for the nonmajor special revenue funds, the fiduciary fund financial statements, the capital assets schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of the St. Bernard Parish School Board. The combining and individual nonmajor fund financial statements, the budgetary comparison schedules for the nonmajor special revenue funds, the statement of changes in assets and liabilities, and the schedule of changes in deposit balances – by school for the fiduciary funds, the capital assets schedules, and schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Anthony J. Healy

A Professional Accounting Corporation

December 26, 2008

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

We present readers of the St. Bernard Parish School Board's (School Board) financial statements with this narrative overview and analysis of the financial activities of the School Board for the fiscal year ended June 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

Key financial highlights for the 2007-2008 fiscal year include the following:

Statement of Net Assets - The assets of the School Board exceeded its liabilities at the close of the most recent fiscal year by \$232,849,394. Of this amount, \$26,338,584 (unrestricted net assets) may be used to meet the School Board's obligations to students and creditors.

Statement of Activities - The total net assets of the School Board increased by \$89,673,398 for the year ended June 30, 2008. This increase is attributable to several factors including increase in investment in capital assets and a corresponding decrease in the School Board's liability related to bonded debt.

Governmental Funds Balance Sheet - As of the close of the fiscal year, the School Board's governmental funds reported a combined ending fund balance of \$118,073,334, an increase of \$20,084,823 in comparison with the prior fiscal year. The majority of this fund balance is composed of approximately \$19.85 million for spending within the General Fund, \$3.12 million which is reserved for the payment of outstanding bond issues within the debt service funds and \$81.20 million which is held in the Capital Projects Funds to finance current and future construction projects.

Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance - Total revenues for the year ended June 30, 2008 for the governmental funds of the School Board amounted to \$129,788,293. Approximately 73.2% of this amount is received from four major revenue sources: (1) \$55.9 million in grants from the Federal Emergency Management Agency (FEMA) (2) \$16.5 million from Louisiana's Minimum Foundation Program, (3) \$11.8 million from local sales and use taxes and (4) \$10.7 million from local ad valorem taxes.

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

General Fund Ending Fund Balance - At the end of the current fiscal year, the fund balance for the General Fund, a major fund, was \$19,846,080, or 57.5% of total General Fund expenditures for 2007-2008. Approximately \$1.3 million is reserved for encumbrances, \$11.5 million (designated) is set aside for future claims and contingencies and specific program expenditures and \$6.9 million (undesignated) is available for spending at the Board's discretion.

Capital Assets - Total capital assets (net of depreciation) were \$140,533,265, or 49.0% of total assets. The School Board uses these assets to provide educational services to children and adults; consequently, these assets are not available for future spending.

Long-Term Debt - The School Board's total debt decreased \$2,347,033 (8.0%) during the current fiscal year. The key factors are (1) \$2,245,000 decrease in bonded debt and (2) a \$102,033 decrease in liability for compensated absences.

Overview of the Financial Statements

This management discussion and analysis is intended to serve as an introduction to the School Board's basic financial statements. The School Board's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements - The government-wide financial statements are designed to provide readers with a broad overview of the School Board's finances, in a manner similar to that utilized by a private-sector business.

- The Statement of Net Assets presents information on all of the School Board's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the St. Bernard Parish School Board is improving or deteriorating.
- The Statement of Activities presents information showing how the School Board's assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Management's Discussion and Analysis
June 30, 2008

Fund Financial Statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School Board, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School Board can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

- ***Governmental funds*** - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources at the end of the fiscal year. Such information may be useful in evaluating the School Board's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the School Board's near-term financing decisions. Both the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

Information is presented separately in the governmental funds Balance Sheet and in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Lunch Fund, Hurricane Education recovery Act - Immediate Aid to Restart Schools Fund, FEMA Project Fund, Ad Valorem Tax Bond Sinking Fund and Capital Projects Fund, all of which are considered to be major funds. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the report.

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

The School Board adopts an annual budget for its General Fund and each individual Special Revenue Fund. Budgetary comparison statements have been provided to demonstrate compliance with these budgetary requirements.

- *Proprietary funds* - The School Board has one internal service fund. An internal service fund is a type of proprietary fund which accumulates and allocates costs internally among the School Board's various functions. The School Board maintains an internal service fund to account for its self-insured workers' compensation program. This program accounts for claims incurred by employees injured while under the course and scope of their employment with the school system. Because the services provided in this fund benefit governmental, rather than business-type functions, they have been included as governmental activities in the government-wide financial statements.
- *Fiduciary funds* - Fiduciary funds are used to account for resources held for the benefit of parties outside of the School Board. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the School Board's own programs. The School Board maintains one fiduciary fund: the School Activity Agency Fund.

Notes to the basic financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the School Board's compliance with budgets for its major funds. The combining statements for non-major governmental funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the School Board, assets exceeded liabilities by \$232,849,394 at the close of the most recent fiscal year.

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

The largest portion of the School Board's net assets, totaling approximately \$121.0 million, reflects the school system's investment in capital assets (e.g. land, buildings, furniture and equipment), less any related debt used to acquire those assets that is still outstanding. The School Board uses these capital assets to provide educational services to children and adults; consequently, these assets are not available for future spending. Although the School Board's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The School Board also has approximately \$81.2 million set aside for School Board capital projects, which will be used in conjunction with FEMA funding to rebuild the school district following the damage caused by Hurricane Katrina in August 2005.

St. Bernard Parish School Board's Net Assets

| | 2008 | | 2007 | |
|--|----------------------------|---------------------|----------------------------|---------------------|
| | Governmental Activities | Percent of Total | Governmental Activities | Percent of Total |
| Current and other assets | \$146,038,310 | 50.96% | \$ 108,339,140 | 59.46% |
| Capital assets | <u>140,533,265</u> | <u>49.04%</u> | <u>73,880,649</u> | <u>40.54%</u> |
| Total assets | <u>286,571,575</u> | <u>100.00%</u> | <u>182,219,789</u> | <u>100.00%</u> |
| | | | | |
| Current and other liabilities | 26,842,955 | 49.97% | 9,817,534 | 25.14% |
| Long-term liabilities | <u>26,879,226</u> | <u>50.03%</u> | <u>29,226,259</u> | <u>74.86%</u> |
| Total liabilities | <u>53,722,181</u> | <u>100.00%</u> | <u>39,043,793</u> | <u>100.00%</u> |
| | | | | |
| Net assets: | | | | |
| Invested in capital assets, net of related debt | 121,008,265 | 51.97% | 52,110,649 | 36.40% |
| Restricted | 85,502,545 | 36.72% | 75,659,836 | 52.84% |
| Unrestricted | <u>26,338,584</u> | <u>11.31%</u> | <u>15,405,511</u> | <u>10.76%</u> |
| Total net assets | <u>\$232,849,394</u> | <u>100.00%</u> | <u>\$143,175,996</u> | <u>100.00%</u> |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Management's Discussion and Analysis
June 30, 2008

A portion of the School Board's net assets of \$85,502,545 are reported separately to show the legal constraints placed on these funds and to limit the School Board from using those funds for day-to-day operations. The remaining balance of unrestricted net assets totaling \$26,338,584 may be used to meet the School Board's ongoing obligations to citizens and creditors. Governmental activities increased the St. Bernard Parish School Board's net assets by \$89,673,398, which represents an 63% increase in net assets from the prior year. Key elements of the increase were as follows:

- Net assets invested in capital assets increased by \$68,897,616, which represents an increase of 32% over the prior year. This increase is due primarily to the district's construction efforts following Hurricane Katrina which has seen several buildings completed or in progress at June 30, 2008 and added to capital assets.
- Restricted net assets have increased by \$9,842,709, which represents an increase of 13% over the prior year. This increase is primarily due to an increase in the fund balance of the Capital Projects Fund as insurance proceeds and other undesignated funds are received and transferred and designated to assist in the district's rebuilding efforts.

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

St. Bernard Parish School Board's Changes in Net Assets

| | <u>2008</u> | | <u>2007</u> | |
|--|----------------------|-----------------|---------------------|-----------------|
| | <u>Governmental</u> | <u>Percent</u> | <u>Governmental</u> | <u>Percent</u> |
| | <u>Activities</u> | <u>of Total</u> | <u>Activities</u> | <u>of Total</u> |
| Revenues: | | | | |
| Program Revenues: | | | | |
| Charges for services | \$ 204,225 | 0.16% | \$ 88,426 | 0.06% |
| Operating grants and contributions | 84,604,272 | 65.19% | 99,452,072 | 71.82% |
| General Revenues: | | | | |
| Ad valorem taxes | 10,720,776 | 8.26% | 10,814,379 | 7.81% |
| Sales and use taxes | 11,814,389 | 9.10% | 11,496,157 | 8.30% |
| State revenue sharing | 343,058 | 0.26% | 347,404 | 0.25% |
| Grants and contributions not restricted to specific programs - MFP | 16,489,864 | 12.71% | 14,317,022 | 10.34% |
| Interest earnings | 1,848,756 | 1.42% | 1,939,567 | 1.40% |
| Other general revenues | <u>3,762,953</u> | <u>2.90%</u> | <u>18,653</u> | <u>0.02%</u> |
| Total Revenues | <u>129,788,293</u> | <u>100.00%</u> | <u>138,473,680</u> | <u>100.00%</u> |
| Expenses: | | | | |
| Instruction: | | | | |
| Regular programs | 10,609,666 | 26.45% | 17,716,768 | 39.24% |
| Special programs | 4,603,523 | 11.48% | 3,218,769 | 7.13% |
| Adult/continuing education programs | 220,705 | 0.55% | 217,576 | 0.48% |
| Support Services: | | | | |
| Pupil support services | 2,699,714 | 6.73% | 2,173,854 | 4.81% |
| Instructional staff support services | 3,613,670 | 9.01% | 2,682,221 | 5.94% |
| General administration | 1,281,816 | 3.20% | 1,159,265 | 2.57% |
| School administration | 2,382,788 | 5.94% | 1,794,200 | 3.97% |
| Business services | 643,621 | 1.60% | 500,605 | 1.11% |
| Plant services | 6,248,218 | 15.57% | 6,928,972 | 15.35% |
| Student transportation services | 3,581,061 | 8.93% | 4,544,209 | 10.06% |
| Central services | 737,312 | 1.84% | 519,469 | 1.15% |
| Community service programs | 4,100 | 0.01% | 4,100 | 0.01% |
| Food service operations | 2,760,969 | 6.88% | 2,615,368 | 5.79% |
| Debt Service - | | | | |
| Interest on long-term obligations | <u>727,732</u> | <u>1.81%</u> | <u>1,078,101</u> | <u>2.39%</u> |
| Total Expenses | <u>40,114,895</u> | <u>100.00%</u> | <u>45,153,444</u> | <u>100.00%</u> |
| Increase in net assets | <u>\$ 89,673,398</u> | | <u>\$93,320,236</u> | |

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

Revenues by Source - Governmental Activities

- **Operating Grants and Contributions** - Operating grants and contributions are the largest source of revenues for the School Board. Federal grants represent approximately \$77.7 million, or 91.9% of total grants and contributions, while state grants represent approximately \$6.9 million, or 8.1% of total grants and contributions. These grants and contributions are specifically restricted to certain programs, and therefore, are netted against the costs of these programs to show a true net cost. The following chart shows operating grants and contributions by fund source for the last three years:

| Fiscal Year | General Fund | Lunch Fund | Hurricane Education Recovery Act - Immediate Aid To Restart Schools | FEMA Project Fund | Non-Major Special Revenue Funds | Total | % Increase (Decrease) |
|-------------|--------------|------------|---|-------------------|---------------------------------|---------------|-----------------------|
| 2005-2006 | \$3,959,070 | \$ 734,770 | \$ - | \$ 84,222,166 | \$8,616,954 | \$ 97,532,960 | 693.04% |
| 2006-2007 | 2,759,016 | 1,705,787 | - | 68,898,553 | 26,088,716 | 99,452,072 | 1.97% |
| 2007-2008 | 6,214,933 | 1,774,680 | 7,694,751 | 55,985,310 | 12,934,598 | 84,604,272 | (14.93%) |

In fiscal year 2007 -2008 , the School Board experienced a decrease of 14.93% or \$14,847,800, in operating grants and contributions over the prior fiscal year.

- **Grants and Contributions Not Restricted to Specific Programs** - The second largest source of revenue to the School Board is reported in the "Grants and Contributions Not Restricted to Specific Programs" and is received through the Minimum Foundation Program (MFP). The MFP is a distribution of approximately \$2.9 billion to 69 public school systems by the State of Louisiana for salaries and general operations. The State does not provide money for building schools or retiring debt. The distribution is based on a formula adopted by the Louisiana Board of Elementary and Secondary Education and approved by the Louisiana Legislature. The following chart presents the actual increases or decreases in MFP funds received by the School Board over the last three years.

| Fiscal Year | General Fund | Lunch Fund | Total MFP | Increase/ Decrease | % |
|-------------|--------------|------------|---------------|--------------------|---------|
| 2005-2006 | \$18,736,458 | \$815,650 | \$ 19,552,108 | \$(10,141,395) | (34.2%) |
| 2006-2007 | 13,701,372 | 615,650 | 14,317,022 | (5,235,086) | (26.8%) |
| 2007-2008 | 15,874,214 | 615,650 | 16,489,864 | 2,172,842 | 15.2% |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Management's Discussion and Analysis
June 30, 2008

In fiscal year 2007-2008, the School Board received \$16,489,864, or 12.7% of its total revenues, from the MFP. The effects of Hurricane Katrina left a majority of the Parish's population homeless and relocated to other areas of the State and nation. This temporary decrease in population has resulted in a decrease in student enrollment, however, enrollment has been increasing as families return to the district. Since the MFP formula is primarily driven by student enrollment numbers, the district realized a increase in these revenues for the 2007-2008 school year. As population returns and enrollment increases in the future, these revenues should continue to increase in future years. These revenues are deposited in the General Fund and the Lunch Fund only.

- **Sales and Use Tax Revenues** - Sales and use tax revenues are the third largest source of revenues for the School Board. A 2% sales tax rate is levied upon the sale and consumption of goods and services within the parish for public education. The following chart lists sales and use tax revenues for the past three years.

| <u>Fiscal Year</u> | <u>General Fund</u> | <u>Non-Major Debt Service Funds</u> | | <u>Total Collections</u> | <u>Increase/Decrease</u> | <u>%</u> |
|--------------------|---------------------|-------------------------------------|----------------|--------------------------|--------------------------|----------|
| | | <u>General</u> | <u>Service</u> | | | |
| 2005-2006 | \$ 9,982,852 | \$530,971 | | \$10,513,823 | \$(5,061,305) | (32.5%) |
| 2006-2007 | 10,910,657 | 585,500 | | 11,496,157 | 982,334 | 9.3% |
| 2007-2008 | 11,205,259 | 609,130 | | 11,814,389 | 318,232 | 2.8% |

In fiscal year 2007-2008, the School Board deposited \$11,205,259 into the General Fund and \$609,130 into the Sales Tax Sinking Debt Service Fund. This represents 9.1% of the total revenues received.

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

- **Ad Valorem Tax Revenues** - Ad valorem tax revenues, also referred to as property tax revenues, are the fourth largest source of revenue for the School Board. Ad valorem collections are based upon the number of mills (levied annually by the School Board) and the taxable assessed value (established by the St. Bernard Parish Assessor), subject to the limitations approved by the voters and the Louisiana Legislature. The following chart lists ad valorem tax revenues for the last three years.

| Fiscal Year | Ad Valorem | | Total Collections | Increase/ Decrease | % |
|-------------|--------------|-----------------------|-------------------|-----------------------|---------|
| | General Fund | Tax Bond Sinking Fund | | | |
| 2005-2006 | \$ 7,314,463 | \$2,918,388 | \$10,232,851 | \$(3,237,499) | (24.0%) |
| 2006-2007 | 7,869,069 | 2,945,310 | 10,814,379 | 581,528 | 5.7% |
| 2007-2008 | 7,967,843 | 2,752,933 | 10,720,776 | (93,603) | (.9%) |

In fiscal year 2007-2008, the School Board deposited \$7,967,843 in ad valorem tax revenues into the General Fund and \$2,752,933 into the Ad Valorem Tax Bond Debt Service Sinking Fund. This represents 8.3% of total revenues received.

Program Expenses and Revenues - Governmental Activities

Expenses are classified by function/program. The related revenues are comprised of specific charges for the services and operating grants and contributions received to offset the expenses for the specific program.

Expenses for regular programs, special programs and adult/continuing education programs are considered instructional services and relate to direct expenses of providing instruction to students. Instructional services for fiscal year 2007-2008 totaled more than \$15.4 million, or 38.4% of total expenses. The remaining expense functions are considered support services and relate to those functions that support the instructional services provided, such as administration, transportation, food services and plant services. Support services for fiscal year 2007-2008 totaled over \$23.9 million, or 59.8% of total expenses.

The remaining \$0.7 million, or 1.8% of total expenses, consists of interest expense on long-term obligations.

The program revenues for fiscal year 2007-2008 directly related to these expenses totaled \$84,808,497, which resulted in net program expenses of (\$44,693,602).

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

Financial Analysis of Governmental Funds

As noted earlier, the St. Bernard Parish School Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the School Board's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the School Board's financing requirements. In particular, *unreserved fund balances* may serve as a useful measure of a School Board's net resources available for spending at the end of the fiscal year.

- As of the close of the current fiscal year, the School Board's governmental funds reported a combined ending fund balance of \$118,073,334, an increase of \$20,084,823 in comparison with the prior fiscal year. This fund balance is comprised primarily of (1) \$19.85 million available for spending within the General Fund, (2) \$3,12 million reserved for the payment of outstanding bond issues within the Debt Service Funds and (3) \$81.20 million in the Capital Projects Funds for specific current and future construction projects.
- The General Fund is the chief operating fund of the School Board. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$18,501,430. The School Board has designated 62.4% of that fund balance for future claims and contingencies, equipment replacement and specific programs. The remaining 37.6% (undesignated) is available for spending at the Board's discretion.

The General Fund fund balance decreased a total of \$2,482,595, a 11% decrease from the prior year. This is due primarily to a transfer of undesignated funds to the Capital Projects Fund for use in the district's rebuilding efforts.

- The Debt Service Funds have a total fund balance of \$3,122,815, all of which is reserved for the payment of outstanding debt.
- The Capital Projects Funds have total fund balances of \$81,202,999, all of which is designated for capital improvements. Fund balance has increased \$15,052,258, a 22.7% increase over the prior year. The increase was due primarily to receipt of insurance proceeds as well as transfer of funds from the General Fund for use in the district's rebuilding efforts.

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

General Fund Budgetary Highlights

The original budget for the School Board was adopted on July 24, 2007, and the final budget amendment was adopted on April 22, 2008. Differences between the original budget and the final amended budget of the General Fund are as follows:

Revenues

- Ad valorem tax revenues were estimated to increase 1.0% based on the 2008 assessment rolls. The budget was increased \$79,084 to reflect this anticipated gain in revenues.
- Budgeted amounts for Other Local Revenues - Contributions were increased \$85,058 as a result of charitable contributions received by the district to assist in the continued rebuilding the school system following the damages wrought by Hurricane Katrina.
- MFP revenues were projected to increase 2.2% as a result of the growth in student enrollment as families displaced by Hurricane Katrina returned to the school district.
- State Restricted Grants in Aid were increased \$165,028 a final grant allocations for the 2007-2008 year were received.

Expenditures

- All functional areas of the budget for Instruction and Support Services were increased a total of \$1,043,482 to reflect cost increases related to additional expenditures due to increased student enrollment. Additional expenditures included the cost of employing additional instructional and support staff as well as the purchase of additional educational supplies and equipment to support the increased student enrollment. Actual expenditures reflected a positive variance from final budget of \$1,685,136 as additional eligible operating expenditures were shifted to the FEMA project fund for federal reimbursement.

ST. BERNARD PARISH SCHOOL BOARD

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Management's Discussion and Analysis

June 30, 2008

Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing uses

- The original budget projected a deficit of \$4,352,023 which was later amended and projected to have a deficit of \$6,154,548. This increase in the projected deficit was due primarily to additional anticipated expenditures as a result of increased student enrollment as well as a transfer of available funds from the General Fund to the Capital Projects Fund in order to assist in funding the school systems rebuilding efforts.

Lunch Fund Budgetary Highlights

The original budget for the Lunch Fund was adopted by the School Board on July 27, 2007. Since revenues and expenditures were within the guidelines established by State law, no amendment was necessary during the year.

Revenues:

- Local revenues from food service sales increased as students that had previously been deemed eligible for free lunch status due to being designated as homeless, reverted to paying status as their homes were repaired and became habitable. Since this change in designation occurred subsequent to the adoption of the budget, the budget does not reflect these changes in status, however, the impact of this change was not deemed significant enough to warrant a budget amendment. Increased student enrollment also served to bolster sales figures.
- Actual federal revenues from USDA reimbursements exceeded budgeted amounts due to the aforementioned increase in student enrollment, resulting in increased meals served which were eligible for federal reimbursement.
- Actual USDA Commodities received were less than the amount budgeted due to a decrease in the school systems original allocation.

Expenditures:

- Actual expenditures were less than budgeted amounts due to a shift of some eligible expenses to the FEMA Project Fund for federal reimbursement.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Management's Discussion and Analysis
June 30, 2008

Excess of revenues and other financing sources over expenditures and other financing uses:

- The positive variance in revenues combined with the positive variance in expenditures resulted in an excess of revenues over expenditures rather than a deficiency as was originally budgeted.

FEMA Project Fund Budgetary Highlights

The Fund balance of the FEMA project Fund increased by \$7,058,179 due primarily to the receipt of insurance proceeds related to FEMA eligible projects. A portion of the insurance proceeds were expended in the current period as projects were completed with the remainder going into the fund balance for use in future construction projects.

Capital Assets and Debt Administration

Capital Assets - The School Board's investment in capital assets as of June 30, 2008 amounts to \$140,533,265 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements and furniture and equipment. The following table shows the value of these assets at the end of the current and previous fiscal years:

St. Bernard Parish School Board's Capital Assets
(net of depreciation)

| | <u>2008</u> | <u>2007</u> |
|----------------------------|----------------------|----------------------|
| Land | \$ 934,696 | \$ 934,696 |
| Buildings and Improvements | 136,057,750 | 71,255,151 |
| Furniture and Equipment | <u>3,540,819</u> | <u>1,690,802</u> |
| Total | <u>\$140,533,265</u> | <u>\$ 73,880,649</u> |

Major capital asset events during the fiscal year included the following:

- Additions to capital assets included \$4,162,688 for furniture and equipment and \$67,455,682 for buildings and improvements. These additions were offset by equipment disposals of \$294 (net of accumulated depreciation), demolition of existing facilities of \$805,689 (net of accumulated depreciation) and current depreciation of \$4,159,771 resulting in a net increase in capital assets of \$66,652,616.

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

Long-Term Debt - At the end of the current fiscal year, the School Board had total bonded debt outstanding of \$19,525,000. Of this amount, \$18,400,000 comprises debt backed by the full faith and credit of the government. The following table summarizes bonds outstanding at June 30, 2008 and 2007:

St. Bernard Parish School Board's Outstanding Debt

| | <u>2008</u> | <u>2007</u> |
|--------------------------|---------------------|----------------------|
| General obligation bonds | \$ 18,400,000 | \$20,115,000 |
| Sales tax bonds | <u>1,125,000</u> | <u>1,655,000</u> |
| Total | <u>\$19,525,000</u> | <u>\$ 21,770,000</u> |

Long-term debt issues for fiscal year 2007-2008 include the following:

- Total outstanding debt decreased \$2,245,000 during the 2007-2008 fiscal year.
- Louisiana statutes limit the amount of general obligation debt the School Board may issue to 35% of the total assessed valuation. On June 30, 2008, the School Board had \$18,400,000 in outstanding general obligation debt, representing 6.9% of the total assessed valuation. The current debt limitation for the School Board is \$93,233,882.

For additional information regarding capital assets and long-term debt, see notes 4 and 9 to the basic financial statements.

Economic Factors and Next Year's Budgets and Rates

The following economic factors were considered in preparation of the fiscal year 2008-2009 budget:

- Due to the effects of Hurricane Katrina, the district's enrollment has decreased significantly from its pre-storm enrollment of 8,800 students. For the 2008-2009 school year the district was initially funded for an enrollment of 4,038 students. Should, during the course of the year, the district's enrollment exceed 4,038 students, a mid-year adjustment will be made for the increase. Consequently, the School Board will realize an increase of \$494,678 in MFP funding for the 2008-2009 fiscal year.

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Management's Discussion and Analysis

June 30, 2008

- In an effort to assist districts most heavily impacted by Hurricane Katrina, the Louisiana Legislature passed legislation in its 2008 General Session appropriating funds for the payment of retiree insurance costs. This funding will relieve the districts of the need to use limited operational funding to pay these required post-employment benefits for the 2008-2009 fiscal period. Although final allocations to hurricane impacted districts has not been determined at this time, the School Board anticipates receiving approximately \$3,700,000 to partially cover these expenses.
- The School Board is anticipating an increase in group insurance costs for 2008-2009, due mainly to an increase in premiums as well as the hiring of additional staff as school enrollment increases. The School Board has budgeted an increase of \$518,702 to cover increases for both active and retired employees. Also, while Teachers' Retirement System employer contribution rates will decrease from 16.5% to 15.5% in 2008-2009. School Employees' Retirement System rates will decrease from 18.1% to 17.8% in 2008-2009, however, any savings from the decrease will be offset by employee salary increases and additional employee hires to staff three facilities reopening for the 2009 school year. These rate changes will result in additional expenses of \$384,467 and \$10,367 respectively for the two plans.

Requests for Information

This financial report is designed to provide a general overview of the St. Bernard Parish School Board's finances for all those with an interest in the School Board's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Financial Manager of the St. Bernard Parish School Board, 200 E. St. Bernard Hwy., Chalmette, Louisiana or by calling (504) 301-2000.

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ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Statement A

STATEMENT OF NET ASSETS
June 30, 2008

| | | GOVERNMENTAL ACTIVITIES |
|---|----|----------------------------|
| ASSETS: | | |
| Cash and cash equivalents | \$ | 77,531,899 |
| Receivables | | 67,105,227 |
| Inventory | | 106,159 |
| Other assets | | 1,295,025 |
| Capital Assets: | | |
| Land | | 934,696 |
| Depreciable capital assets, net of depreciation | | <u>139,598,569</u> |
| TOTAL ASSETS | | <u>286,571,575</u> |
| LIABILITIES: | | |
| Accounts, salaries and other payables | | 24,021,966 |
| Unearned revenue | | 2,549,656 |
| Interest payable | | 271,333 |
| Long-term liabilities: | | |
| Due within one year | | 2,340,000 |
| Due in more than one year | | <u>24,539,226</u> |
| TOTAL LIABILITIES | | <u>53,722,181</u> |
| NET ASSETS: | | |
| Invested in capital assets, net of related debt | | 121,008,265 |
| Restricted for: | | |
| Food Service Programs | | 1,007,749 |
| Debt Service | | 3,122,815 |
| Capital Projects | | 81,202,999 |
| Scholarships: | | |
| Non-expendable | | 15,000 |
| Expendable | | 153,982 |
| Unrestricted | | <u>26,338,584</u> |
| TOTAL NET ASSETS | \$ | <u>232,849,394</u> |

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Statement B

STATEMENT OF ACTIVITIES
 Governmental Activities
 Fiscal Year Ended June 30, 2008

| | Expenses | Charges for services | Program revenues Operating grants and contributions | Net (expenses) revenues and changes in net assets |
|--|----------------------|----------------------|--|---|
| Functions/programs: | | | | |
| Governmental Activities: | | | | |
| Instructional Services: | | | | |
| Regular programs | \$ 11,227,861 | \$ 24,370 | \$ 22,822,884 | \$ 11,619,393 |
| Special programs | 4,803,523 | - | 1,942,587 | (2,660,936) |
| Adult/continuing education | 220,705 | - | 198,888 | (21,817) |
| Support services: | | | | |
| Pupil support services | 2,699,714 | - | 1,261,681 | (1,438,033) |
| Instructional staff support services | 3,613,670 | - | 1,832,366 | (1,781,304) |
| General administration | 1,281,818 | - | 18,905 | (1,262,911) |
| School administration | 2,382,788 | - | 615,337 | (1,767,451) |
| Business services | 643,621 | - | 113,830 | (529,791) |
| Plant services | 6,248,218 | - | 53,363,709 | 47,115,491 |
| Student transportation services | 3,581,061 | - | 628,425 | (2,952,636) |
| Central services | 737,312 | - | 30,980 | (706,332) |
| Community service programs | 4,100 | - | - | (4,100) |
| Food service operations | 2,760,969 | 179,855 | 1,774,680 | (808,434) |
| Debt service - interest on long-term obligations | <u>727,732</u> | <u>-</u> | <u>-</u> | <u>(727,732)</u> |
| Total governmental activities | <u>\$ 40,733,090</u> | <u>\$ 204,225</u> | <u>\$ 84,604,272</u> | <u>44,075,407</u> |
| General revenues: | | | | |
| Taxes: | | | | |
| Ad valorem taxes levied for general purposes | | | | 7,967,843 |
| Ad valorem taxes levied for debt service purposes | | | | 2,752,933 |
| Sales taxes levied for salaries, benefits and general purposes | | | | 11,814,389 |
| State revenue sharing | | | | 343,058 |
| Grants and contributions not restricted to specific programs - Minimum Foundation Program | | | | 16,489,864 |
| Interest earnings | | | | 1,848,756 |
| Other | | | | <u>3,762,953</u> |
| Total general revenues | | | | <u>44,979,796</u> |
| Changes in net assets | | | | 89,055,203 |
| Net assets at beginning of year, as previously reported | | | | 143,175,996 |
| Prior period adjustment (Note 5) | | | | <u>618,195</u> |
| Net assets at end of year | | | | <u>\$ 232,849,394</u> |

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

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ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Statement C

GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2008

| | GENERAL FUND | LUNCH FUND | HURRICANE EDUCATION RECOVERY ACT - IMMEDIATE AID TO RESTART SCHOOLS | FEMA PROJECT FUND | AD VALOREM TAX BOND BIDDING FUND | CAPITAL PROJECTS FUND | OTHER GOVERNMENTAL FUNDS | TOTALS |
|---|----------------------|---------------------|--|-------------------------|---|-----------------------------|--------------------------------|-----------------------|
| ASSETS: | | | | | | | | |
| Cash and cash equivalents | \$ 12,420,825 | \$ 902,385 | \$ 201,410 | \$ 8,181,627 | \$ 2,443,483 | \$ 48,868,851 | \$ 3,279,778 | \$ 76,284,887 |
| Receivables | 2,351,543 | 41,220 | 2,136,608 | 67,778,613 | 20,633 | - | 4,777,820 | 87,106,227 |
| Interfund receivables | 39,326,878 | 10,848 | - | 922,057 | - | 33,408,900 | 37,506 | 73,308,877 |
| Inventory | - | 106,159 | - | - | - | - | - | 106,159 |
| Other assets | 1,202,597 | - | - | - | - | - | - | 1,202,597 |
| TOTAL ASSETS | \$ 65,370,341 | \$ 1,050,612 | \$ 2,338,108 | \$ 68,461,197 | \$ 2,464,429 | \$ 82,275,582 | \$ 8,095,184 | \$ 218,005,347 |
| LIABILITIES AND FUND BALANCE: | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts, salaries and other payables | \$ 1,680,142 | \$ 50,070 | \$ 824,690 | \$ 20,865,780 | \$ 1,050 | \$ 548,685 | \$ 371,483 | \$ 23,836,080 |
| Interfund payable | 33,815,281 | - | 1,713,148 | 22,197,682 | - | 523,068 | 5,317,808 | 73,808,677 |
| Deferred revenue | 28,838 | - | - | 943,149 | - | - | 1,677,672 | 2,548,956 |
| Interest payable | - | - | - | - | - | - | - | - |
| Total Liabilities | 65,524,261 | 50,070 | 2,537,838 | 53,736,469 | 1,050 | 1,072,563 | 7,296,773 | 68,962,913 |
| Fund Balance: | | | | | | | | |
| Reserved | 1,344,650 | 158,410 | - | 12,724,799 | 1,403,378 | 1,882,119 | 674,438 | 18,357,709 |
| Unreserved: | | | | | | | | |
| Designated | 11,548,848 | - | - | - | - | 75,210,860 | - | 90,769,729 |
| Designated, reported in non-major funds: | | | | | | | | |
| Permanent fund | - | - | - | - | - | - | 153,980 | 153,980 |
| Undesignated | 8,951,681 | 846,233 | - | - | - | - | - | 7,800,814 |
| Total Fund Balance | 18,846,080 | 1,004,643 | - | 12,724,799 | 2,403,378 | 81,262,099 | 828,421 | 116,075,334 |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 65,370,341 | \$ 1,050,612 | \$ 2,338,108 | \$ 68,461,197 | \$ 2,464,429 | \$ 82,275,582 | \$ 8,095,184 | \$ 218,005,347 |

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2008

| | |
|---|---------------|
| Total fund balances, governmental funds | \$118,073,334 |
|---|---------------|

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Assets includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets is allocated over their useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.

| | | |
|------------------------------|---------------------|-------------|
| Cost of capital assets | \$155,652,069 | |
| Depreciation expense to date | <u>(15,118,804)</u> | 140,533,265 |

Elimination of interfund assets and liabilities:

| | | |
|-----------------------|-------------------|---------|
| Interfund assets | (\$73,306,677) | |
| Interfund liabilities | <u>73,606,677</u> | 300,000 |

Net assets of the internal service fund reported as proprietary fund type in the fund financial statements but included as governmental activities in the government-wide financial statements less interfund receivable eliminated in the consolidation into the governmental activities.

| | | |
|------------------|-------------|-----------|
| Total net assets | \$1,093,354 | 1,093,354 |
|------------------|-------------|-----------|

Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Assets.

Balances at June 30, 2008 are:

| | | |
|---------------------------------|------------------|---------------------|
| Long-term liabilities: | | |
| Compensated absences payable | (\$2,829,901) | |
| Bonds payable | (19,525,000) | |
| Community disaster loan payable | (4,524,325) | |
| Interest payable | <u>(271,333)</u> | <u>(27,150,559)</u> |

| | |
|--|----------------------|
| Total Net Assets - Governmental Activities | <u>\$232,849,394</u> |
|--|----------------------|

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Statement E

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended June 30, 2008

| | GENERAL FUND | LUNCH FUND | HURRICANE EDUCATION RECOVERY ACT - IMMEDIATE AID TO RESTART SCHOOLS | FEMA PROJECT FUND | AD VALOREM TAX BOND SINKING FUND | CAPITAL PROJECTS FUND | OTHER GOVERNMENTAL FUNDS | TOTALS |
|--|----------------------|---------------------|--|-------------------------|---|-----------------------------|--------------------------------|-----------------------|
| REVENUES: | | | | | | | | |
| Local sources: | | | | | | | | |
| Ad valorem tax | \$ 7,967,643 | \$ - | \$ - | \$ - | \$ 2,752,933 | \$ - | \$ - | \$ 10,720,576 |
| Sales and use tax | 11,205,259 | - | - | - | - | - | 609,130 | 11,814,389 |
| Rentals, leases and royalties | 93,268 | - | - | - | - | - | - | 93,268 |
| Tuition | 24,370 | - | - | - | - | - | - | 24,370 |
| Food service income | - | 178,855 | - | - | - | - | - | 178,855 |
| Interest earnings | 852,487 | 20,725 | - | - | 84,129 | 1,086,005 | 15,431 | 1,848,756 |
| Other | 569,745 | - | - | - | - | 3,100,000 | - | 3,669,745 |
| State sources: | | | | | | | | |
| Unrestricted grants-in-aid | 15,874,214 | 815,630 | - | - | - | - | - | 16,689,844 |
| Restricted grants-in-aid | 6,511,216 | - | - | - | - | - | 701,629 | 7,212,845 |
| Federal sources: | | | | | | | | |
| Unrestricted - indirect cost recoveries | - | - | - | - | - | - | 653,712 | 653,712 |
| Restricted grants-in-aid: | | | | | | | | |
| Direct | 48,772 | - | - | - | - | - | 1,340,497 | 1,389,269 |
| Subgrants | - | 1,681,025 | 7,584,751 | 55,985,319 | - | - | 10,238,780 | 75,579,848 |
| Other-Commodities | - | 113,855 | - | - | - | - | - | 113,855 |
| Total Revenues | 42,845,097 | 2,590,910 | 7,584,751 | 55,985,319 | 2,837,061 | 4,186,005 | 13,550,158 | 129,768,283 |
| EXPENDITURES: | | | | | | | | |
| Current: | | | | | | | | |
| Instruction: | | | | | | | | |
| Regular programs | 18,300,364 | - | 5,428,616 | 1,458,228 | - | - | 8,185,672 | 32,351,380 |
| Special programs | 2,818,648 | - | 1,164,808 | - | - | - | 757,618 | 4,761,535 |
| Adult and continuing education programs | 56,519 | - | 11,861 | - | - | - | 152,525 | 220,705 |
| Support Services: | | | | | | | | |
| Student services | 1,438,033 | - | 658,247 | - | - | - | 703,434 | 2,899,714 |
| Instructional staff support | 1,235,490 | - | 265,822 | 7,881 | - | - | 1,488,417 | 3,006,610 |
| General administration | 1,076,020 | - | 18,735 | 100 | 80,755 | - | - | 1,177,801 |
| School administration | 1,738,580 | - | 615,837 | - | - | - | - | 2,354,417 |
| Business services | 478,211 | - | 81,805 | 22,225 | - | - | - | 582,041 |
| Plant services | 5,089,220 | - | (861,223) | 678,773 | - | 523,058 | - | 5,429,828 |
| Student transportation services | 2,746,683 | - | 150,014 | 474,742 | - | - | 3,869 | 3,371,248 |
| Central services | 520,603 | - | 30,980 | - | - | - | - | 551,583 |
| Community service programs | 4,100 | - | - | - | - | - | - | 4,100 |
| Food service programs | 497,079 | 2,307,595 | - | - | - | - | - | 2,794,674 |
| Facility acquisition and construction | - | - | - | 60,267,982 | - | 2,820,889 | - | 63,088,871 |
| Debt service: | | | | | | | | |
| Principal retirement | - | - | - | - | 1,715,000 | - | 530,000 | 2,245,000 |
| Interest and bank charges | - | - | - | - | 895,408 | - | 50,044 | 945,452 |
| Total Expenditures | 34,521,876 | 2,307,595 | 7,584,751 | 68,827,131 | 2,687,161 | 3,343,747 | 12,861,680 | 132,343,742 |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | 8,423,421 | 283,314 | - | (12,841,821) | 129,900 | 842,258 | 688,478 | (2,565,449) |
| OTHER FINANCING SOURCES (USES): | | | | | | | | |
| Insurance proceeds from loss settlements | - | - | - | - | - | 23,000,000 | - | 23,000,000 |
| Transfers in | 653,712 | - | - | 20,000,000 | - | 11,200,000 | - | 31,853,712 |
| Transfers out | (11,558,728) | - | - | - | - | (20,000,000) | (653,712) | (32,212,440) |
| Total Other financing Sources (Uses) | (10,905,016) | - | - | 20,000,000 | - | 14,200,000 | (653,712) | 22,641,272 |
| NET CHANGE IN FUND BALANCES | (2,481,595) | 283,314 | - | 7,058,179 | 129,900 | 15,052,258 | 43,767 | 20,084,823 |
| FUND BALANCES AT BEGINNING OF YEAR | 22,328,675 | 724,435 | - | 5,085,530 | 2,333,478 | 88,150,741 | 704,854 | 87,988,511 |
| FUND BALANCES AT END OF YEAR | \$ 19,846,080 | \$ 1,007,749 | \$ - | \$ 12,724,709 | \$ 2,463,378 | \$ 81,202,999 | \$ 628,421 | \$ 118,073,334 |

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS.

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities

For the year ended June 30, 2008

| | |
|--|--------------|
| Total net change in fund balances - governmental funds | \$20,084,823 |
|--|--------------|

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. The amount by which depreciation expense exceeded the cost of capital outlays in the current period is as follows:

| | | |
|-------------------------------|--------------------|------------|
| Capital outlay additions | \$71,000,175 | |
| Capital asset disposals (net) | (805,983) | |
| Depreciation expense | <u>(4,159,771)</u> | 66,034,421 |

All revenues, expenses and changes in fund net assets of the internal service fund are reported as proprietary fund type in the fund financial statements, but included as governmental activities in the government wide financial statements.

| | |
|----------------------------------|---------|
| Net gain (internal service fund) | 375,188 |
|----------------------------------|---------|

The issuance of long-term debt provides current financial resources of governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has an effect on net assets:

| | |
|-----------------------------|-----------|
| Repayment of bond principal | 2,245,000 |
|-----------------------------|-----------|

In the Statement of Activities, certain operating expenses - compensated absences (vacations and sick leave) - are measured by amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time paid exceeded the amounts earned by \$102,033

102,033

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds due to the fact that interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.

213,738

Change in net assets of governmental activities

\$89,055,203

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Statement G

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND
Workers' Compensation Fund
Statement of Net Assets
June 30, 2008

ASSETS:

Current:

| | |
|---------------------------|---------------|
| Cash and cash equivalents | \$ 1,246,912 |
| Interfund receivable | 300,000 |
| Prepaid expenses | <u>32,428</u> |

| | |
|--------------|------------------|
| TOTAL ASSETS | <u>1,579,340</u> |
|--------------|------------------|

LIABILITIES AND NET ASSETS:

Liabilities:

Current:

| | |
|---------------------------------------|----------------|
| Accounts, salaries and other payables | <u>185,986</u> |
|---------------------------------------|----------------|

| | |
|-------------------|----------------|
| Total Liabilities | <u>185,986</u> |
|-------------------|----------------|

Net Assets:

| | |
|--------------|------------------|
| Unrestricted | <u>1,393,354</u> |
|--------------|------------------|

| | |
|----------------------------------|---------------------|
| TOTAL LIABILITIES AND NET ASSETS | <u>\$ 1,579,340</u> |
|----------------------------------|---------------------|

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Statement H

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND
Workers' Compensation Fund
Statement of Revenues, Expenses and
Changes in Fund Net Assets
For the Year Ended June 30, 2008

OPERATING REVENUES:

| | |
|--------------------------|------------|
| Billings to General Fund | \$ 390,272 |
| Billings to Lunch fund | 60,000 |

| | |
|--------------------------|----------------|
| Total Operating Revenues | <u>450,272</u> |
|--------------------------|----------------|

OPERATING EXPENSES:

| | |
|--|---------------|
| Claims | 364,653 |
| Claims administration and loss control | 21,975 |
| Excess insurance premiums | 31,141 |
| Other operating expenses | <u>32,503</u> |

| | |
|--------------------------|----------------|
| Total Operating expenses | <u>450,272</u> |
|--------------------------|----------------|

OPERATING LOSS

NON-OPERATING REVENUES:

| | |
|-------------------|---------------|
| Interest earnings | <u>15,460</u> |
|-------------------|---------------|

| | |
|----------------------|--------|
| LOSS BEFORE TRANSFER | 15,460 |
|----------------------|--------|

| | |
|-------------|----------------|
| TRANSFER IN | <u>359,728</u> |
|-------------|----------------|

| | |
|----------------------|---------|
| CHANGE IN NET ASSETS | 375,188 |
|----------------------|---------|

| | |
|---------------------------------|------------------|
| NET ASSETS AT BEGINNING OF YEAR | <u>1,018,166</u> |
|---------------------------------|------------------|

| | |
|---------------------------|---------------------|
| NET ASSETS AT END OF YEAR | <u>\$ 1,393,354</u> |
|---------------------------|---------------------|

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Statement I

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND
Workers' Compensation Fund
Statement of Cash Flows
For the Year Ended June 30, 2008

CASH FLOWS FROM OPERATING ACTIVITIES:

| | |
|--|------------|
| Cash received from General Fund | \$ 390,273 |
| Cash received from Lunch Fund | 128,000 |
| Cash received from Fema Fund | 30,551 |
| Cash paid to claimants | (379,868) |
| Cash paid for claims administration and loss control | (21,396) |
| Application fee and assessment paid | (32,275) |
| Excess insurance premiums paid | (41,432) |
| Office expense paid | (226) |

Net cash provided in operating activities 73,625

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:

Transfers in 359,727

Net cash provided by non-capital financing activities 359,727

CASH FLOWS FROM INVESTING ACTIVITIES:

Interest received 15,460

Net cash provided by investing activities 15,460

NET INCREASE IN CASH AND CASH EQUIVALENTS 448,812

CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR 798,100

CASH AND CASH EQUIVALENTS AT END OF YEAR \$ 1,246,912

Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:

Operating Loss \$ -

Changes in Assets and Liabilities:

| | |
|----------------------------------|----------|
| Decrease in interfund receivable | 98,551 |
| Increase in prepaid expenses | (10,291) |
| Decrease in interfund payable | (14,635) |

Net Cash Provided in Operating Activities \$ 73,625

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Statement J

FIDUCIARY FUNDS
Statement of Fiduciary Assets and Liabilities
June 30, 2008

ASSETS:

Cash and cash equivalents

\$ 727,322

TOTAL ASSETS

\$ 727,322

LIABILITIES:

Deposits due others

\$ 727,322

TOTAL LIABILITIES

\$ 727,322

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

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ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. ORGANIZATION

The St. Bernard Parish School Board (the School Board) was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within St. Bernard Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of eleven members who are elected from eleven districts for terms of four years.

Due to the effects of Hurricane Katrina, which struck St. Bernard Parish on August 29, 2005 causing massive destruction parish-wide and severely damaged all school campuses, the School Board operated five facilities during the 2007-2008 school year to serve all Parish students. Andrew Jackson Elementary School and J.F. Gauthier Elementary School served all pre-K - fifth grade students, N.P. Trist Middle School served all sixth and seventh grade students, Chalmette High School served all eighth - twelfth grade students, and C.F. Rowley Alternative School served as the district's alternative school. Enrollment for the 2007-2008 was 3,764. In addition, the School Board provides transportation and school food services for the students.

B. REPORTING ENTITY

The basic criterion established by the Governmental Accounting Standards Board for including potential component units within the reporting entity is financial accountability. For financial reporting purposes, the School Board includes all funds and activities for which the School Board exercises financial accountability. Certain units of local government, over which the School Board exercises no financial accountability, such as the parish council, other independently elected parish officials, and municipalities within the parish, are excluded from the financial statements. These units of government are considered separate reporting entities and issue financial statements separate from the School Board. The School Board is not a component unit of any other entity and does not have any component units which require inclusion in the basic financial statements.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

C. FUNDS

The School Board uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain School Board functions or activities.

A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.

Funds of the School Board are classified into the following categories: governmental, proprietary and fiduciary.

Governmental Funds

Governmental funds account for most of the School Board's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of general long-term obligations. Governmental funds include:

1. General Fund - the primary operating fund of the School Board. This fund is used to account for all financial resources except those required to be accounted for in other funds.
2. Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes, or designated by the School Board to be accounted for separately.
3. Debt Service Funds - account for transactions relating to resources retained and used for the payment of principal, interest and related costs on long-term obligations.
4. Capital Projects Fund - accounts for financial resources received and used for the acquisition, construction or improvement of capital facilities not reported in the other governmental funds.
5. Permanent Fund - accounts for financial resources that are legally restricted to the extent that only earnings generated, and not principal, may be used to support programs.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

Proprietary Fund Type - Internal Service Fund

Proprietary funds account for activities similar to those found in the private sector where the determination of net income is necessary or useful for sound financial administration.

Proprietary funds differ from governmental funds in that their focus is on income measurement which, together with the maintenance of equity, is an important financial indicator. The School Board has one proprietary fund - the Workers' Compensation Internal Service Fund. This fund accounts for the financing of the School Board's self insurance program for workers' compensation.

In the Proprietary fund, current claims expenses or increases in claims estimates occurring in the current period are considered operating expenses. Revenues received from the General and Lunch Funds which are related to these operating expenses are considered operating revenues. Interest earned on bank accounts or monies received from other funds which exceed their allocated share of the current operating expenses of the Proprietary Fund are considered non-operating revenues or transfers-in to the fund.

Fiduciary Fund Type

Fiduciary funds account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the School Board. Fiduciary funds include:

- Agency Funds - account for assets held by the School Board on behalf of other funds and as an agent for the individual schools, school organizations and employees. These funds are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations. Consequently, the agency fund has no measurement focus, but does use the accrual basis of accounting.

D. BASIS OF ACCOUNTING / MEASUREMENT FOCUS

Government-Wide Financial Statements (GWFS)

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

The Statement of Net Assets and Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

Internal Activities: The Workers' Compensation Internal Service Fund provides services to the Governmental Funds. Accordingly, the internal service fund activities were rolled up into the governmental activities. Pursuant to GASB 34, as much as possible, the internal activities have been eliminated in order to avoid the "grossing up" effect of a straight inclusion. Interfund services provided and used are not eliminated in the process of consolidation.

Program Revenues: Program revenues include 1) charges for services provided, 2) operating grants and contributions and 3) capital grants and contributions. Program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from cafeteria sales and miscellaneous student fees. Operating grants and contributions consist of the many educational grants received from the federal and state government.

Allocation of Indirect Expenses: The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those which are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expenses of each function. Interest on general long-term debt is considered an indirect expense and is reported separately in the Statement of Activities. Other indirect expenses are not allocated.

Fund Financial Statements (FFS)

Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they are measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectable within the current period or soon enough thereafter to pay liabilities of the current period. The School Board considers all revenues available if they

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgements which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Revenues are recognized when they become measurable and available.

Federal and state entitlements (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid when available and measurable. Revenues from federal and state grants are accrued when the School Board has a right to reimbursement under the related grant, generally corresponding to the incurring of grant related costs by the School Board.

Ad valorem taxes are recorded in the year the taxes are levied, due and payable. Ad valorem taxes are assessed on a calendar year basis and finance the budget of the current fiscal year. The taxes become due on December 1st of each year, and become delinquent on December 31st. The taxes are generally collected in December, January and February of the fiscal year. Ad valorem taxes due at June 30, 2008 have been accrued as revenues in the 2007-2008 fiscal period.

Food services income is recorded as operating revenue when collected. All food services income applicable to an accounting period is collected during that accounting period.

Interest earnings on time deposits are recorded when the time deposits have matured and the interest is available.

Sales and use tax revenues are recorded in the accounting period in which they become measurable and available to finance expenditures of the fiscal period.

Substantially all other revenues are recorded when received.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

Expenditures

Salaries are recorded as expenditures when earned. Teachers' salaries are earned over a 9-month period but are paid over a 12-month period.

Purchases of various operating supplies, excluding inventory items in the School Lunch Fund which are recorded as expenditures when consumed, are recorded as expenditures in the accounting period in which they are purchased.

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death. Compensated absences are reported in governmental funds only if they have matured.

Principal and interest on general long-term debt are recognized when due.

Substantially all other expenditures are recognized when the related fund liability has been incurred.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid, the sale of fixed assets and proceeds of debt issued are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Major Funds

The School Board reports the following major governmental funds:

The General Fund is the primary operating fund of the School Board. It is used to account for all financial resources except those required to be accounted for in other funds.

The Lunch Fund is a special revenue fund used to account for revenues and costs associated with providing nutritious meals to school children and employees.

The Hurricane Education Recovery Act - Immediate Aid to Restart Schools Fund is a special revenue fund used to account for federal revenues granted to provide immediate services or assistance to local educational agencies in Louisiana,

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

Mississippi, Alabama and Texas that serve an area in which a major disaster has been declared related to Hurricane Katrina or Hurricane Rita; and to assist school administrators and personnel of such agencies with expenses related to the restart of operations in, the re-opening of, and the re-enrollment of students in elementary and secondary schools in such areas.

The FEMA Project Fund is a Special Revenue Fund used to account for financial resources used for projects associated with the district's recovery following Hurricane Katrina.

The Ad Valorem Tax Bond Sinking Fund is a debt service fund used to account for the accumulation of resources for, and the payment of, general obligation debt principal, interest and related costs.

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, the School Board reports the following non-major funds:

Special revenue funds - Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt service funds - The debt service funds are used to account for the accumulation of resources for, and the payment of, debt principal, interest and related costs.

Permanent Fund - Permanent funds are used to report resources that are legally restricted to the extent that only earnings generated, and not the principal, may be used to support programs. The School Board has one permanent fund, the Joseph Accardo Scholarship Fund.

Proprietary fund - Internal service fund - The Internal Service Fund is used to account for the School Board's workers' compensation self insurance program.

Fiduciary fund - School activity agency fund - The school activity agency fund is used to account for assets held by the School Board as an agent of other parties. The school activity agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

Deferred Revenues

Deferred revenues arise when monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed from the Balance Sheet and revenue is recognized.

E. BUDGETS

The following summarizes the budget activities of the School Board:

| | |
|--|---------------|
| Public notices | July 6, 2007 |
| Completed and available for public inspection | July 6, 2007 |
| Public hearings | July 24, 2007 |
| Board adoption | July 24, 2007 |

The School Board legally adopts budgets for the General Fund and Special Revenue Funds. Formal budget integration is employed as a management control device. The School Board approves budgets at the fund level, which is the legal level, giving management the authority to transfer amounts among line items within any fund. When actual revenues within a fund fail to meet budgeted revenues by five percent or more and/or actual expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. The budgets are prepared on a basis which differs from generally accepted accounting principles in that the School Board's budget includes encumbered amounts. Accordingly, the budgetary basis expenditure data reflected in the Budgetary Comparison Schedule - General Fund (Exhibit 1) includes encumbrances and, thus, differs from the expenditure data reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (Statement E) by the amount of encumbrances outstanding at year end. Unencumbered appropriations lapse at year-end.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

F. ENCUMBRANCES

Commitments relating to outstanding purchase orders and contracts for goods and services are recorded as encumbrances in order to reserve the applicable portion of the appropriation. Encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities but represent authority for expenditures in the subsequent year. Encumbered appropriations lapse at year end but are reappropriated in the subsequent fiscal year. As materials are subsequently received and contracts are executed, liabilities are recorded and the related encumbrances are liquidated.

G. DEPOSITS AND INVESTMENTS

Cash includes amounts in demand deposits and interest bearing demand deposits. Cash equivalents include amounts in time deposits, all of which are certificates of deposit, the amount invested in the Louisiana Asset Management Pool (LAMP), and the amount maintained in the Education Excellence Fund. Under state law, the School Board may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

State statutes authorize the School Board to invest in the following types of securities:

- (1) Direct U.S. Treasury obligations, the principal and interest of which are fully guaranteed by the U.S. Government.
- (2) Fully-collateralized certificates of deposit issued by qualified commercial banks and savings and loan institutions located within the State of Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a non-profit corporation formed by an initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

Investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

- (3) Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies, or by U.S. government instrumentalities which are federally sponsored, and provided such obligations are backed by the full faith and credit of the U.S. government.
- (4) Direct repurchase agreements of any federal bank entry only securities enumerated in paragraphs (1) and (3) above. "Direct security repurchase agreement" means an agreement under which the political subdivision buys, holds for a specified time, and then sells back those securities and obligations enumerated in paragraphs (1) and (3) above.
- (5) Mutual or trust fund institutions which are registered with the Securities and Exchange Commission under the Securities Act of 1933, and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the U.S. government or its agencies.

For purposes of the Statement of Cash Flows, the School Board considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

H. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, short-term loans occur between individual funds. These short-term interfund loans are classified as interfund receivables/payables.

I. INVENTORY

Inventory of the School Lunch Fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. The commodities are recorded as revenues when received; however, all inventories are recorded as expenditures when consumed. All purchased inventory items are valued at cost (first-in, first-out), and commodities are assigned values based on information provided by the United States Department of Agriculture.

J. CAPITAL ASSETS

Capital assets are capitalized at historical cost. Donated assets are recorded as capital assets at their estimated fair market value at time of donation. The School Board maintains a

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Notes to the Basic Financial Statements

June 30, 2008

threshold level of \$5,000 or more for capitalizing capital assets.

Capital assets are recorded in the Government-Wide Financial Statements, but are not reported in the Fund Financial Statements. Since surplus assets are sold for an immaterial amount when disposed of by the School Board, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method. The estimated useful lives of capital assets are as follows:

| | |
|-------------------------|-------------|
| Buildings | 25-45 years |
| Land Improvements | 10-25 years |
| Building Improvements | 20 years |
| Furniture and Equipment | 5-15 years |
| Vehicles | 5-8 years |

K. COMPENSATED ABSENCES

Sick Leave

Teachers accrue 10 to 14.5 days of sick leave each year, which may be accumulated without limitation. Other nine-month employees accrue 10 to 12 days of sick leave each year, which may be accumulated without limitation. Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to the employee or to the employee's estate at the employee's current rate of pay.

Twelve-month employees accrue from 12 to 18 days of sick leave each year, depending upon their length of service with the School Board. Upon retirement or death, unused accumulated leave of up to 25 days is paid to the employee or to the employee's estate at the employee's current rate of pay.

The amount of sick leave expenditure reported in the General Fund and the Lunch Fund for the fiscal year is the amount actually claimed by employees during that period. A liability of \$1,432,597 is accrued for salaries and related payments.

Vacation Leave

All 12-month employees are entitled to vacation leave which must be approved by the Superintendent. Employees earn from 5 to 20 days of vacation leave each year depending on their length of service. Vacation leave may be accumulated without limitation. Upon

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

retirement, resignation or death, unused vacation leave up to 60 days earned prior to July 1, 1988 is paid to the employee or to the employee's estate at the employee's current rate of pay. The amount of vacation claimed during the fiscal year is the reported expenditure for that period in the General Fund and the Lunch Fund. A liability of \$308,788 has been accrued for vacation salaries and related payments. This liability represents accumulated vacation at June 30, 2008, none of which met the condition for accrual in the General Fund and thus will not be retired from expendable available financial resources.

Sabbatical Leave

Sabbatical leave may be granted for rest and recuperation or for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Sabbatical leave benefits are recorded as expenditures in the period paid. Unused sabbatical leave may be carried forward to one or more periods subsequent to that in which it is earned, but no more than two semesters of leave may be accumulated. Sabbatical leave benefits are not paid upon retirement or termination. All sabbatical leaves must be approved by the School Board.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current-year expenditure in the governmental funds when leave is actually taken.

At June 30, 2008 the amount of salary related payments accumulated for sabbatical leave was \$1,088,516, none of which met the condition for accrual in the governmental funds and thus will not be retired from expendable available financial resources; hence, the entire amount is accrued and reported in the Statement of Net Assets.

A liability for compensated absences is reported in the governmental funds if they have matured and become payable (i.e., upon resignation or retirement of the employee).

L. LONG-TERM DEBT

Long-term debt expected to be financed from governmental funds are reported in the Statement of Net Assets. Expenditures for principal and interest payments for long-term debt are recognized in the governmental funds when due. Long-term debt expected to be financed from proprietary fund operations are accounted for in that fund.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

M. FUND EQUITY

Reserves

Reserves represent those portions of fund equity which are not appropriable for expenditures or have not been legally segregated for a specific future use.

Designated Fund Balances

Designated fund balances represent tentative plans for future use of financial resources.

N. INTERFUND TRANSACTIONS

Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services provided and used, are reported as transfers in or out.

O. SALES AND USE TAX

A five percent local sales and use tax is levied and collected within St. Bernard Parish of which two percent is received by the School Board. The sales and use tax received by the School Board is pledged as security for the sales tax bonds. The amount received in excess of the debt service requirements on the sales tax bonds may be used for any other lawful purpose.

The tax is collected by the St. Bernard Parish Sheriff's Office, except those taxes levied on the sale of motor vehicles, which are collected by the State of Louisiana. The Sheriff's Office receives a commission of eight percent on the gross amount of one and one-half percent of the two percent sales tax collected for the School Board. The Sheriff's Office receives no commission in the collection of the additional one-half percent. The sales tax revenues reported in the accompanying financial statements are shown net of the sheriff's commission.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

P. AD VALOREM TAX

The ad valorem tax is due and becomes an enforceable lien on property on the first day of the month following the filing of the tax rolls by the assessor with the Louisiana Tax Commission (usually December 1). The tax is delinquent thirty days after the due date. The tax is levied based on property values determined by the St. Bernard Parish Assessor's Office. Land and improvements are assessed at 10 percent of fair market value and all other property is assessed at 15 percent of fair market value. The tax is billed and collected by the St. Bernard Parish Sheriff's Office.

The following is a summary of authorized and levied ad valorem taxes:

| | <u>Authorized Millage</u> | <u>Levied Millage</u> | <u>Expiration Date</u> |
|--------------------------|-------------------------------|---------------------------|----------------------------|
| Parishwide taxes: | | | |
| Constitutional | 3.75 | 3.75 | Constitutional |
| Operations & Maintenance | 9.25 | 9.25 | December 31, 2012 |
| Operations & Maintenance | 3.00 | 3.00 | December 31, 2009 |
| Operations & Maintenance | 19.00 | 19.00 | December 31, 2009 |
| Bond and Interest | 12.50 | 12.50 | Various |

Q. ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures and expenses during the reported period. Actual results could differ from those estimates.

R. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Deposits and Investment Laws and Regulations

In accordance with state law, all uninsured deposits in financial institutions must be secured with acceptable collateral valued at the lower of market or par. The School Board was in compliance with the deposits and investment laws and regulations.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

Excess of Expenditures over Appropriations

The School Board had no funds which had expenditures that exceeded budgeted appropriations for the year ended June 30, 2008.

2. CASH AND CASH EQUIVALENTS

At June 30, 2008, the School Board has cash and cash equivalents (book balances) totaling \$78,259,221 as follows:

| | |
|---|----------------------------|
| Interest-Bearing Demand Deposits | \$73,233,489 |
| Time Deposits | 286,000 |
| Investment in LAMP | 3,421,900 |
| Investment in Education Excellence Fund | <u>1,317,832</u> |
| Total Cash and Cash Equivalents | <u><u>\$78,259,221</u></u> |

These deposits are stated at cost, which approximates market. Under state law, deposits held by banks must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank or through letters of credit issued by the Federal Home Loan Bank. The market value of the pledged securities plus the federal deposit insurance and letters of credit must at all times equal the amount on deposit with the fiscal agent.

At June 30, 2008, the School Board has collected bank balances of \$80,415,258. These deposits are secured from risk by \$100,000 of federal deposit insurance, and \$80,315,258 of pledged securities held by the custodial bank (Federal Reserve Bank) in the name of the School Board and fiscal agent bank.

Louisiana Revised Statutes 39:1229 imposes a statutory requirement on the custodian bank to advertise and sell pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

In accordance with GASB Codification Section 150.126, the investment in LAMP at June 30, 2008, is not categorized in the three risk categories provided by GASB Codification Section 150.125 because the investment is in the pool of funds and, therefore, not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities.

Effective August 1, 2001, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701) enacted LSA-R.S. 33:2955(A)(1)(h) which allows all municipalities, parishes, school boards, and any other political subdivisions of the State to invest in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company. LAMP earned a Standard & Poor's rating of AAAm, the highest designation available.

Credit Risk: As disclosed previously, state statutes limit the investment type in which the School Board may invest.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
June 30, 2008

3. RECEIVABLES

The receivables of \$67,105,227 at June 30, 2008, are as follows:

| <u>Class of Receivable</u> | <u>General Fund</u> | <u>Lunch Fund</u> | <u>Hurricane Education Recovery Act Immediate Aid To Restart Schools Fund</u> | <u>FEMA Project Fund</u> | <u>Ad Valorem Tax Bond Sinking Fund</u> | <u>Other Governmental Funds</u> | <u>Total</u> |
|--------------------------------|----------------------------|-------------------------|---|----------------------------------|---|---|----------------------------|
| Taxes: | | | | | | | |
| Sales and Use | \$1,925,633 | \$- | \$- | \$- | \$- | \$ 109,531 | \$ 2,035,164 |
| Ad Valorem | 58,612 | - | - | - | 20,933 | - | 79,545 |
| Grants: | | | | | | | |
| Federal | 3,759 | 41,720 | 2,136,698 | 57,776,513 | - | 4,572,620 | 64,531,310 |
| State | 320,029 | - | - | - | - | 95,669 | 415,698 |
| Other | <u>43,510</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>43,510</u> |
| TOTAL | <u><u>\$ 2,351,543</u></u> | <u><u>\$ 41,720</u></u> | <u><u>\$2,136,698</u></u> | <u><u>\$57,776,513</u></u> | <u><u>\$ 20,933</u></u> | <u><u>\$ 4,777,820</u></u> | <u><u>\$67,105,227</u></u> |

Management considers all of the receivables outstanding at June 30, 2008 to be fully collectible. As such, no provision for uncollectible receivables has been recorded. The receivable in the FEMA Project Fund pertains to expenditures incurred on obligated project worksheets. Reimbursement for these expenditures is subject to review and approval by state officials.

ST. BERNARD PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
June 30, 2008

4. CAPITAL ASSETS

A summary of changes in capital assets follows:

| | Balance July 1, 2007 | Additions | Deletions | Balance June 30, 2008 |
|--|----------------------------|----------------------|---------------------|-----------------------------|
| Capital assets, not being depreciated: | | | | |
| Land | \$ 934,696 | \$ - | \$ - | \$ 934,696 |
| Construction in Progress | <u>44,264,840</u> | <u>60,192,345</u> | <u>42,615,238</u> | <u>61,841,947</u> |
| Total capital assets, not being depreciated | <u>45,199,536</u> | <u>60,192,345</u> | <u>42,615,238</u> | <u>62,776,643</u> |
| Capital assets, being depreciated: | | | | |
| Buildings and Improvements | 38,537,063 | 49,260,380 | 1,742,842 | 86,054,601 |
| Furniture and Equipment | <u>2,660,312</u> | <u>4,162,688</u> | <u>2,175</u> | <u>6,820,825</u> |
| Total capital assets, being depreciated | <u>41,197,375</u> | <u>53,423,068</u> | <u>1,745,017</u> | <u>92,875,426</u> |
| Less Accumulated Depreciation: | | | | |
| Buildings and Improvements | 10,928,557 | 1,847,394 | 937,153 | 11,838,798 |
| Furniture and Equipment | <u>969,510</u> | <u>2,312,377</u> | <u>1,881</u> | <u>3,280,006</u> |
| Total accumulated depreciation | <u>11,898,067</u> | <u>4,159,771</u> | <u>939,034</u> | <u>15,118,804</u> |
| Total capital assets, being depreciated, net | <u>29,299,308</u> | <u>49,263,297</u> | <u>805,983</u> | <u>77,756,622</u> |
| Capital assets, net | <u>\$74,498,844</u> | <u>\$109,455,642</u> | <u>\$43,421,221</u> | <u>\$140,533,265</u> |

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Capital assets have not been assigned a salvage value because management feels that the salvage value is immaterial. Straight-line depreciation is calculated based on the following estimated useful lives:

| | |
|-------------------------|-------------|
| Buildings | 25-45 years |
| Land Improvements | 10-25 years |
| Building Improvements | 20 years |
| Furniture and Equipment | 5-15 years |
| Vehicles | 5-8 years |

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Notes to the Basic Financial Statements
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Depreciation expense of \$4,159,771 for the year ended June 30, 2008 was charged to the following governmental functions:

| | |
|-----------------------------|---------------------|
| Instruction: | |
| Regular programs | \$ 2,920,743 |
| Special programs | 760 |
| Support Services: | |
| Instructional staff support | 607,060 |
| General administration | 104,215 |
| School Administration | 29,061 |
| Business services | 51,580 |
| Plant services | 38,386 |
| Transportation services | 205,943 |
| Central services | 185,729 |
| Food services | 16,294 |
| Total | <u>\$ 4,159,771</u> |

5. PRIOR PERIOD ADJUSTMENT

A prior period adjustment in the amount of \$618,195 was made to Capital Assets, construction in progress, to account for assets existing in the prior period that were not recognized in previous financial statements.

6 RETIREMENT PLANS

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and administrators) and lunchroom workers are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information, as required by the Governmental Accounting Standards Board Statement No. 27, relative to each plan follows:

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A. Teachers' Retirement System of Louisiana (TRSL)

Plan Description:

The School Board participates in two membership plans of the TRSL, the Regular Plan and Plan A. The TRSL provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRSL issues a publicly available financial report that includes financial statements and required supplementary information of the TRSL. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

Funding Policy:

Plan members are required to contribute 8.0% and 9.1% of their annual covered salary for the Regular Plan and Plan A, respectively. The School Board is required to contribute at an actuarially determined rate. The 2007-2008 rate was 16.6% of annual covered payroll for both membership plans. Member contributions and employer contributions for the TRSL are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution to the TRSL, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the School Board.

The School Board's contributions to the TRSL for the years ended June 30, 2008, 2007 and 2006, were \$3,647,503, \$2,526,451 and \$1,028,688, respectively, and equaled the required contribution for each year.

B. Louisiana School Employees' Retirement System (LSERS)

Plan Description:

The LSERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LSERS issues a publicly available financial report that

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Notes to the Basic Financial Statements
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includes financial statements and required supplementary information for the LSERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804, or by calling (225) 925-6484.

Funding Policy:

Plan members are required to contribute 7.5% of their annual covered salary and the School Board is required to contribute at an actuarially determined rate. The 2007-2008 rate was 18.1% of annual covered payroll for members of the plan. Member contributions and employer contributions for the LSERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution for the LSERS is funded by the State of Louisiana through annual appropriations and by remittances from the School Board.

The School Board's contributions to the LSERS for the years ended June 30, 2008, 2007 and 2006 were \$332,682, \$298,700 and \$189,822, respectively, and equaled the required contribution for each year.

7. POST-RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The School Board provides certain continuing health care and life insurance benefits for its retired employees. In accordance with Louisiana Revised Statute Title 42 chapter 12, substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. A portion of the retiree premium is funded through mandated state contributions. The School Board has further elected to treat retirees in the same manner as active employees and provide a local contribution toward their premium. These benefits for retirees and similar benefits for active employees are provided through the State Employees Group Benefits Program, whose monthly premiums are paid jointly by the employee and the School Board. The School Board recognizes the cost of providing these benefits as an expenditure when the monthly premiums are due. For the year ended June 30, 2008 the cost of retiree benefits totaled \$6,475,577, of which \$5,793,685 was paid by the employer and \$681,892 was paid by the employee. Benefits are provided for approximately 715 retirees.

ST. BERNARD PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
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8. CHANGES IN AGENCY FUND DEPOSITS DUE OTHERS

A summary of changes in Agency Fund deposits due others follows:

| | School Activity Fund |
|--------------------------|----------------------------|
| Balance at July 1, 2007 | \$ 443,144 |
| Additions | 1,568,139 |
| Deductions | (1,283,961) |
| Balance at June 30, 2008 | <u>\$727,322</u> |

9. ACCOUNTS, SALARIES AND OTHER PAYABLES

The payables of \$24,021,966 at June 30, 2008, are as follows:

| | General Fund | Lunch Fund | Hurricane Education Recovery Act - Immediate Aid To Restart Schools Fund | FEMA Project Fund | Ad Valorem Tax Bond Sinking Fund | Capital Projects Fund | Other Governmental Funds | Workers' Compensation Internal Service Fund | Total |
|---------------------|---------------------|------------------|--|-------------------------|---|-----------------------------|--------------------------------|---|---------------------|
| Salaries payable | \$ 700,586 | \$ 22,789 | \$624,960 | \$ - | \$ - | \$ - | \$371,493 | \$ - | \$1,719,828 |
| Withholding payable | 740,292 | 30,266 | - | - | - | - | - | - | 770,558 |
| Accounts payable | <u>139,264</u> | <u>15</u> | <u>-</u> | <u>20,655,760</u> | <u>1,050</u> | <u>\$49,505</u> | <u>-</u> | <u>185,986</u> | <u>21,531,580</u> |
| TOTAL | <u>\$ 1,580,142</u> | <u>\$ 53,070</u> | <u>\$624,960</u> | <u>\$ 20,655,760</u> | <u>1,050</u> | <u>\$549,505</u> | <u>\$371,493</u> | <u>\$185,986</u> | <u>\$24,021,966</u> |

10. CHANGES IN GENERAL LONG-TERM DEBT

The following is a summary of the long-term debt transactions for the year ended June 30, 2008:

| | Bonded Debt and CDL | Compensated Absences | Total |
|------------------------------------|---------------------------|-------------------------|----------------------|
| Long-term Debt at July 1, 2007 | \$ 26,294,325 | \$ 2,931,934 | \$ 29,226,259 |
| Additions | - | 249,266 | 249,266 |
| Deductions | (2,245,000) | (351,299) | (2,596,299) |
| Long-term Debt at June 30, 2008 | <u>\$24,049,325</u> | <u>\$ 2,829,901</u> | <u>\$ 26,879,226</u> |

ST. BERNARD PARISH SCHOOL BOARD
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The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2008:

| | <u>Bonded Debt and CDL</u> | <u>Compensated Absences</u> | <u>Total</u> |
|-------------------|------------------------------------|---------------------------------|---------------------|
| Current portion | \$ 2,340,000 | \$ 351,299 | \$ 2,691,299 |
| Long-term portion | <u>21,709,325</u> | <u>2,478,602</u> | <u>24,187,927</u> |
| Total | <u>\$24,049,325</u> | <u>\$2,829,901</u> | <u>\$26,879,226</u> |

Bonded Debt

School Board bonds outstanding at June 30, 2008 in the amount of \$19,525,000 are general obligation and sales tax bonds with maturities from 2009 to 2018 and interest rates from 2.75 to 5.25 percent. The individual issues are as follows:

| <u>Bond Issue</u> | <u>Original Issue</u> | <u>Interest Rates</u> | <u>Final Payments Due</u> | <u>Interest to Maturity</u> | <u>Principal Outstanding</u> | <u>Funding Source</u> |
|------------------------|---------------------------|---------------------------|-----------------------------------|-------------------------------------|----------------------------------|---------------------------|
| General Obligation: | | | | | | |
| 12/28/98 | \$ 1,445,000 | 4.6% | 3/1/10 | \$ 23,690 | 340,000 | Ad valorem |
| 2/18/04 | 14,370,000 | 2.75-5.25% | 3/1/17 | 3,224,288 | 12,965,000 | Ad valorem |
| 6/30/05 | 5,095,000 | 3.125-5.0% | 3/1/18 | 1,424,469 | 5,095,000 | Ad valorem |
| Sales Tax: | | | | | | |
| 2/18/05 | 2,660,000 | 2.98% | 5/1/10 | <u>50,660</u> | <u>1,125,000</u> | Sales Tax |
| Total | | | | <u>\$ 4,723,107</u> | <u>\$19,525,000</u> | |

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the Parish and sales tax. At June 30, 2008, the School Board has accumulated \$3,122,815 in the Debt Service Funds for future debt requirements. The bonds are due as follows:

| <u>Year Ending June 30</u> | <u>Principal Payments</u> | <u>Interest Payments</u> | <u>Total</u> |
|--------------------------------|-------------------------------|------------------------------|---------------------|
| 2009 | \$2,340,000 | \$ 838,983 | \$3,178,983 |
| 2010 | 2,440,000 | 768,798 | 3,208,798 |
| 2011 | 1,765,000 | 666,550 | 2,431,550 |
| 2012 | 1,825,000 | 611,950 | 2,436,950 |
| 2013 | 1,895,000 | 548,000 | 2,443,000 |
| 2014-2018 | <u>9,260,000</u> | <u>1,288,826</u> | <u>10,548,826</u> |
| Total | <u>\$19,525,000</u> | <u>\$ 4,723,107</u> | <u>\$24,248,107</u> |

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In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term general obligation bonded debt in excess of 35 percent of the assessed value of taxable property. At June 30, 2008, the statutory limit is \$93,233,882 and outstanding general obligation bonded debt totals \$18,400,000.

In addition, the School Board is legally restricted from incurring long-term bonded debt secured by sales and use taxes in excess of 75 percent of the avails of the tax. The School Board was within this 75 percent limitation in 1997 when the sales tax bonds were issued.

The long-term liability for compensated absences is typically liquidated through the General Fund.

During the year ended June 30, 2006, the School Board obtained a Special Community Disaster Loan through the Federal Emergency Management Agency. The approved loan amount is \$17,869,925, from which the School Board has drawn \$4,524,325 as of June 30, 2008. The loan bears an interest rate of 2.68% and is due December 12, 2010 with a possible deferment of payment an additional five years until December 12, 2015. Interest accrued at June 30, 2008 totaled \$293,874.

In December 2007, the School Board entered into a \$5,200,000 advance refunding transaction for a portion of the School Board's Series 1998 Bonds. At June 30, 2008, the outstanding principal balance of these 1998 Bonds, which are not included in the School Board's statement of net assets, as they are considered defeased, totaled \$5,200,000.

ST. BERNARD PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
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11. OTHER INDIVIDUAL FUND DISCLOSURES

(A) Interfund Receivables/Payables (FFS Level Only)

The primary purpose of interfund receivables/payables are to (1) loan monies from the General Fund to individual federal funds to cover grant expenditures pending reimbursement from the respective granting agencies and (2) reflect operating transfers due from the General Fund to other funds. All interfund payables are expected to be repaid within the next fiscal year. Individual fund balances due from/to other funds at June 30, 2008 are as follows:

| <u>Fund</u> | <u>Due From Other Funds</u> | <u>Due To Other Funds</u> |
|--|---------------------------------|-------------------------------|
| Major Funds: | | |
| General fund | \$39,326,576 | \$33,915,281 |
| Special revenue fund - Lunch Fund | 10,545 | - |
| Special revenue Fund - Hurricane Education Recovery Act | - | 1,713,148 |
| FEMA Project Fund | 523,057 | 32,137,582 |
| Capital Project Fund | 33,408,900 | 523,058 |
| Nonmajor Funds: | | |
| Special revenue funds | 37,599 | 5,317,160 |
| Debt service funds | - | 448 |
| Internal service fund | <u>300,000</u> | <u>-</u> |
| Totals | <u>\$73,606,677</u> | <u>\$73,606,677</u> |

(B) Transfers

Transfers between funds primarily serve two purposes: (1) transfer of indirect cost reimbursements from federal funds to the General Fund, and (2) transfer of operating monies from the General and Lunch Funds to the Internal Service and Capital Projects Funds. Individual fund interfund transfers for the year ended June 30, 2008 were as follows:

| <u>Fund</u> | <u>Transfers in</u> | <u>Transfers out</u> |
|-----------------------|---------------------|----------------------|
| Major Funds: | | |
| General fund | \$ 653,712 | \$11,559,728 |
| FEMA Project Fund | 20,000,000 | - |
| Capital projects fund | 11,200,000 | 20,000,000 |
| Nonmajor Funds: | | |
| Special revenue funds | - | 653,712 |
| Internal service fund | <u>359,728</u> | <u>-</u> |
| Totals | <u>\$32,213,440</u> | <u>\$32,213,440</u> |

ST. BERNARD PARISH SCHOOL BOARD
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Notes to the Basic Financial Statements
June 30, 2008

12. RESERVED AND UNRESERVED - DESIGNATED FUND BALANCES

The reserved and unreserved - designated components of fund balances consist of the following:

| | General Fund | Lunch Fund | FEMA Project Fund | Ad Valorem Tax Bond Sinking Fund | Capital Projects Fund | Other Governmental Funds | Total |
|--------------------------------------|---------------------|--------------------|-------------------------|---|-----------------------------|--------------------------------|----------------------|
| Reserved for: | | | | | | | |
| Encumbrances | \$1,344,650 | \$ - | \$ - | \$ - | \$ 1,992,119 | \$ - | \$3,336,769 |
| Debt service | - | - | - | 2,463,376 | - | 659,439 | 3,122,815 |
| Inventory | - | 158,416 | - | - | - | - | 158,416 |
| Fema projects | - | - | 12,724,709 | - | - | - | - |
| Scholarships | - | - | - | - | - | 15,000 | 15,000 |
| Total Reserved | <u>1,344,650</u> | <u>158,416</u> | <u>12,724,709</u> | <u>2,463,376</u> | <u>1,992,119</u> | <u>674,439</u> | <u>19,357,709</u> |
| Unreserved - | | | | | | | |
| Designated for: | | | | | | | |
| Special Programs | 444,285 | - | - | - | - | - | 444,285 |
| Contribution | 2,874,896 | - | - | - | - | - | 2,874,896 |
| Track - Chalmette High | 400,000 | - | - | - | - | - | 400,000 |
| Self Insurance Retention | 400,000 | - | - | - | - | - | 400,000 |
| Self Insurance Retention - Property | 5,000,000 | - | - | - | - | - | 5,000,000 |
| Potential Unemployment Claims | 608,807 | - | - | - | - | - | 608,807 |
| Scholarships | - | - | - | - | - | 153,982 | 153,982 |
| Capital Projects | - | - | - | - | 79,210,880 | - | 79,210,880 |
| Telecommunications Services | 922,525 | - | - | - | - | - | 922,525 |
| Media Services | 899,336 | - | - | - | - | - | 899,336 |
| Total Unreserved - Designated | <u>11,549,849</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>79,210,880</u> | <u>153,982</u> | <u>90,914,711</u> |
| Undesignated | <u>6,951,581</u> | <u>849,333</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>7,800,914</u> |
| TOTAL FUND BALANCE | <u>\$19,846,080</u> | <u>\$1,007,749</u> | <u>\$12,724,709</u> | <u>\$2,463,376</u> | <u>\$81,202,999</u> | <u>\$ 828,421</u> | <u>\$118,073,334</u> |

The nature and purpose of the reserves and designations of fund balance are as follows:

Reserved for Encumbrances

This reserve was established for outstanding purchase orders that the School Board intends to honor.

Reserved for Debt Service

This reserve represents the amounts reserved for payment of principal and interest maturing in future years on bonded debt.

Reserved for Inventory

This reserve was established for food inventories in the School Lunch Fund which will be used in the future fiscal period.

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Reserved for Scholarships

This reserve represents the original contribution to the Joseph Accardo Scholarship. This amount is restricted from use in providing scholarships to students and is to be maintained as principal in the fund.

Designated for Special Programs

This represents the unexpended portion of unrestricted monies received by the School Board and designated for Special Programs.

Designated for Self Insurance Retention

This represents a designation by the School Board to cover the cost of the deductible on a single claim of the Liability Insurance policy.

Designated for Self Insurance Retention - Property

This represents a designation by the School Board to cover the cost of the deductible on its Property Insurance policy.

Designated for Contribution

This represents a designation of funds received as a contribution to the School Board. These funds will be used for a yet to be determined future project.

Designated for Track Repairs - Chalmette High School

This represents a designation of funds for the repair of the athletic track at Chalmette High School

Designated for Potential Unemployment Claims

This represents a designation of funds to reimburse the state for disaster related unemployment benefits paid to School Board employees following Hurricane Katrina.

Designated for Scholarships

This represents the unrestricted net assets of the Joseph Accardo Scholarship Fund which are designated for the payment of scholarships.

Designated for Media Services

This represents a designation of funds received from Bell South Interactive Media to provide additional media services for the School Board.

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Notes to the Basic Financial Statements
June 30, 2008

Designated for Telecommunications Services

This represents a designation of funds received from the School and Libraries Corporation E-Rate program to fund telecommunications service and improvements for the School Board.

Designated for Capital Projects

This represents unreserved funds in the Capital Projects Funds that are designated for construction and renovation projects.

13. COMMITMENTS AND CONTINGENCIES

A. Claims and Judgements

At June 30, 2008, the School Board is involved in several lawsuits. In the opinion of legal counsel for the School Board, the potential claims against the School Board not covered by insurance would not materially affect the financial statements. Currently, the School Board has no actual claims or obligations which would be payable within the next year.

B. Federal Programs

The School Board participates in a number of federally financed grant programs. Although the grant programs have been audited in accordance with the Single Audit Act through June 30, 2008, these programs are subject to compliance audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. However, the School Board expects such amounts, if any, to be immaterial.

C. Risk Management

The School Board established a limited risk management program for workers' compensation in 1989-90. Premiums are paid into the Internal Service Fund by the General and Special Revenue School Lunch Funds and are available to pay claims, claim reserves and administrative costs of the program. During fiscal year 2007-2008, a total of \$386,628 was expended for benefits and administrative costs. An excess coverage insurance policy covers individual claims in excess of \$300,000 per occurrence. The cost of this policy and the accompanying surety bond required by the State of Louisiana totaled \$31,141 for the 2007-2008 fiscal year. Incurred but not reported claims of \$183,532 have been accrued as a liability based primarily upon an actuary's estimate. This liability is included in accounts, salaries and other payables on Exhibit 1. Changes in the Fund's claims liability amount in fiscal years 2007 and 2008 were:

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to the Basic Financial Statements
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| | Beginning of Fiscal Year <u>Liability</u> | Claims and Changes in <u>Estimates</u> | Claims <u>Payments</u> | Balance at Fiscal <u>Year-End</u> |
|-----------|---|--|---------------------------|---|
| 2006-2007 | \$244,857 | \$348,889 | \$394,999 | \$ 198,747 |
| 2007-2008 | 198,747 | 349,438 | 364,653 | 183,532 |

The School Board purchases conventional insurance for all other risks of loss including property, flood, fleet, liability and errors and omissions. Settled claims have not exceeded coverage in any of the past three fiscal years. There have been no significant reductions in insurance coverage from the prior year.

D. Construction

At the end of the 2007-2008 fiscal year, the School Board was in the second of its rebuilding plan following Hurricane Katrina.

14. RECENT REPORTING AND DISCLOSURE DEVELOPMENTS

As of June 30, 2008, the Government Accounting Standards Board has issued several statements not yet implemented by the School Board. The Statements, which might impact the School Board, are as follows:

Governmental Accounting Standards Board Statement No. 45 (GASB 45)

GASB 45, *Accounting and Financial Reporting by Employers for Post Employment Benefits Other Than Pensions*, becomes effective during fiscal year 2009. This statement addresses how state and local governments should account for and report costs and obligations related to post employment benefits (OPEB).

Governmental Accounting Standards Board Statement No. 47 (GASB 47)

GASB 47, *Accounting for Termination Benefits*, becomes effective during fiscal year 2009. This statement provides accounting and reporting guidance for state and local governments that offer benefits such as early retirement incentives or severance to employees that are involuntarily terminated.

Governmental Accounting Standards Board Statement No. 51 (GASB 51)

GASB 51, *Accounting and Financial Reporting for Intangible Assets*, becomes effective in fiscal year 2010. The objective of this statement is to establish accounting and financial reporting requirements for intangible assets to reduce these inconsistencies, thereby enhancing the comparability of the accounting and financial reporting of such assets among state and local governments.

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Governmental Accounting Standards Board Statement No. 52 (GASB 52)

GASB 52, *Land and Other Real Estate Held as Investments by Endowments*, becomes effective in fiscal year 2009. This statement establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities.

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ST. BERNARD PARISH SCHOOL BOARD
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Exhibit 1

GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2008

| | BUDGETED AMOUNTS | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) | ACTUAL AMOUNTS GAAP BASIS | ACTUAL BUDGETARY BASIS TO GAAP DIFFERENCE OVER (UNDER) |
|--|--------------------|-----------------|---|---|------------------------------------|--|
| | ORIGINAL BUDGET | FINAL BUDGET | | | | |
| REVENUES: | | | | | | |
| Local sources: | | | | | | |
| Ad valorem tax | \$ 7,558,000 | \$ 7,837,084 | \$ 7,987,843 | \$ 330,759 | \$ 7,987,843 | \$ - |
| Sales and use tax | 11,000,000 | 11,000,000 | 11,205,259 | 205,259 | 11,205,259 | - |
| Rentals, leases and royalties | 91,120 | 91,798 | 93,208 | 1,410 | 93,208 | - |
| Tuition | 38,000 | 38,547 | 24,370 | (12,177) | 24,370 | - |
| Interest earnings | 810,000 | 710,000 | 652,467 | (57,533) | 652,467 | - |
| Other | 485,000 | 550,059 | 589,745 | 19,687 | 589,745 | - |
| State sources: | | | | | | |
| Unrestricted grants-in-aid | 15,554,302 | 15,889,864 | 15,874,214 | (15,650) | 15,874,214 | - |
| Restricted grants-in-aid | 6,388,552 | 6,533,580 | 6,511,219 | (22,361) | 6,511,219 | - |
| Federal sources: | | | | | | |
| Restricted grants-in-aid: | | | | | | |
| Direct | 47,883 | 47,883 | 48,772 | (1,211) | 48,772 | - |
| Total Revenues | 41,950,957 | 42,496,914 | 42,945,097 | 448,183 | 42,945,097 | - |
| EXPENDITURES: | | | | | | |
| Current: | | | | | | |
| Instruction: | | | | | | |
| Regular programs | 17,041,380 | 17,852,156 | 17,060,988 | 761,160 | 16,300,384 | (790,832) |
| Special programs | 3,268,102 | 3,318,398 | 2,651,780 | 464,618 | 2,818,948 | (32,832) |
| Adult and continuing education programs | 82,811 | 61,755 | 57,849 | 4,106 | 58,519 | (1,130) |
| Support Services: | | | | | | |
| Student services | 1,543,482 | 1,588,745 | 1,457,137 | 129,608 | 1,438,033 | (19,104) |
| Instructional staff support | 1,354,242 | 1,287,832 | 1,274,443 | 23,389 | 1,235,480 | (38,953) |
| General administration | 1,080,487 | 1,127,838 | 1,085,736 | 42,202 | 1,078,020 | (7,718) |
| School administration | 1,737,420 | 1,744,100 | 1,738,158 | 4,044 | 1,736,390 | (766) |
| Business services | 523,898 | 529,480 | 478,211 | 51,269 | 478,211 | - |
| Plant services | 6,009,875 | 6,221,280 | 6,063,128 | 138,152 | 5,689,226 | (413,932) |
| Student transportation services | 2,788,028 | 2,821,094 | 2,787,878 | 53,116 | 2,748,693 | (21,285) |
| Central services | 551,284 | 550,749 | 538,933 | 11,816 | 520,603 | (19,330) |
| Community service programs | 4,100 | 4,100 | 4,100 | - | 4,100 | - |
| Food service programs | 523,783 | 437,835 | 437,079 | 756 | 437,079 | - |
| Total Expenditures | 36,507,090 | 37,551,462 | 35,868,326 | 1,685,136 | 34,521,676 | (1,344,650) |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | 5,442,977 | 4,945,452 | 7,076,771 | 2,133,319 | 8,423,421 | 1,344,650 |
| OTHER FINANCING SOURCES (USES): | | | | | | |
| Sale of fixed assets | 5,000 | - | - | - | - | - |
| Transfers in | 200,000 | 400,000 | 653,712 | 253,712 | 653,712 | - |
| Transfers out | (10,000,000) | (11,500,000) | (11,559,728) | (59,728) | (11,559,728) | - |
| Total Other Financing Sources (Uses): | (9,795,000) | (11,100,000) | (10,906,016) | 193,984 | (10,906,016) | - |
| EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | (4,352,023) | (6,154,548) | (3,829,245) | 2,327,303 | (2,482,595) | 1,344,650 |
| FUND BALANCES AT BEGINNING OF YEAR | 22,328,675 | 22,328,675 | 22,328,675 | - | 22,328,675 | - |
| FUND BALANCES AT END OF YEAR | \$ 17,976,652 | \$ 16,174,127 | \$ 18,501,430 | \$ 2,327,303 | \$ 19,846,080 | \$ 1,344,650 |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 2

LUNCH FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2008

| | BUDGETED AMOUNTS | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-------------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Local sources: | | | | |
| Food service income | \$ 73,500 | \$ 73,500 | \$ 179,855 | \$ 106,355 |
| Interest earnings | 15,000 | 15,000 | 20,725 | 5,725 |
| State sources: | | | | |
| Unrestricted grants-in-aid | 615,650 | 615,650 | 615,650 | - |
| Federal sources: | | | | |
| Restricted grants-in-aid: | | | | |
| Subgrants | 1,639,000 | 1,639,000 | 1,661,025 | 22,025 |
| Other - Commodities | 120,000 | 120,000 | 113,655 | (6,345) |
| Total Revenues | <u>2,463,150</u> | <u>2,463,150</u> | <u>2,590,910</u> | <u>127,760</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Food service programs | <u>2,500,069</u> | <u>2,500,069</u> | <u>2,356,853</u> | <u>143,216</u> |
| Total Expenditures | <u>2,500,069</u> | <u>2,500,069</u> | <u>2,356,853</u> | <u>143,216</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(36,919)</u> | <u>(36,919)</u> | <u>234,057</u> | <u>270,976</u> |
| FUND BALANCES AT BEGINNING OF YEAR | <u>724,435</u> | <u>724,435</u> | <u>724,435</u> | <u>-</u> |
| FUND BALANCES AT END OF YEAR | <u>\$ 687,516</u> | <u>\$ 687,516</u> | <u>\$ 958,492</u> | <u>\$ 270,976</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 3

HURRICANE EDUCATION RECOVERY ACT -
IMMEDIATE AID TO RESTART SCHOOLS
Budgetary Comparison Schedule
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|------------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Restricted grants-in-aid | \$ 7,694,751 | \$ 7,694,751 | \$ 7,694,751 | - |
| Total Revenues | <u>7,694,751</u> | <u>7,694,751</u> | <u>7,694,751</u> | <u>-</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 5,428,816 | 5,428,816 | 5,428,816 | - |
| Special programs | 1,184,968 | 1,184,968 | 1,184,968 | - |
| Adult and continuing education programs | 11,661 | 11,661 | 11,661 | - |
| Support Services: | | | | |
| Student services | 558,247 | 558,247 | 558,247 | - |
| Instructional staff support | 265,622 | 265,622 | 265,622 | - |
| General administration | 18,726 | 18,726 | 18,726 | - |
| School administration | 615,337 | 615,337 | 615,337 | - |
| Business services | 91,605 | 91,605 | 91,605 | - |
| Plant services | (661,225) | (661,225) | (661,225) | - |
| Student transportation services | 150,014 | 150,014 | 150,014 | - |
| Central services | 30,980 | 30,980 | 30,980 | - |
| Total Expenditures | <u>7,694,751</u> | <u>7,694,751</u> | <u>7,694,751</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES AT BEGINNING OF YEAR | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES AT END OF YEAR | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 4

FEMA PROJECT FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL | VARIANCE WITH |
|--|-----------------|---------------|---------------|---------------|
| | ORIGINAL | FINAL | (ADJUSTED TO | FINAL BUDGET |
| | BUDGET | BUDGET | BUDGETARY | POSITIVE |
| | | | BASIS) | (NEGATIVE) |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Restricted grants-in-aid - subgrants | \$ 55,985,310 | \$ 55,985,310 | \$ 55,985,310 | \$ - |
| Total Revenues | 55,985,310 | 55,985,310 | 55,985,310 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 1,456,228 | 1,456,228 | 1,456,228 | - |
| Support Services: | | | | |
| Instructional staff support | 7,081 | 7,081 | 7,081 | - |
| General administration | 100 | 100 | 100 | - |
| Business services | 22,225 | 22,225 | 22,225 | - |
| Plant services | 678,773 | 678,773 | 678,773 | - |
| Student transportation services | 474,742 | 474,742 | 474,742 | - |
| Facility acquisition and construction | 66,287,982 | 66,287,982 | 66,287,982 | - |
| Total Expenditures | 68,927,131 | 68,927,131 | 68,927,131 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (12,941,821) | (12,941,821) | (12,941,821) | - |
| OTHER FINANCING USES: | | | | |
| Transfers in | 20,000,000 | 20,000,000 | 20,000,000 | - |
| Total Other Financing Uses | 20,000,000 | 20,000,000 | 20,000,000 | - |
| NET CHANGE IN FUND BALANCE | 7,058,179 | 7,058,179 | 7,058,179 | - |
| FUND BALANCES AT BEGINNING OF YEAR | 5,666,530 | 5,666,530 | 5,666,530 | - |
| FUND BALANCES AT END OF YEAR | \$ 12,724,709 | \$ 12,724,709 | \$ 12,724,709 | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to Budgetary Comparison Schedules
June 30, 2008

Budget and Budgetary Accounting

The St. Bernard Parish School Board utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

- (1) In July, the Superintendent submits to the School Board proposed annual appropriated budgets for the General Fund and Special Revenue Funds for the fiscal year commencing July 1. A public hearing is held to obtain taxpayer comments. Prior to September 15, the School Board legally enacts the budget through adoption. The only legal requirement is that the School Board adopts a balanced budget; that is, total budgeted revenues and other financing sources (including fund balance) must equal or exceed total budgeted expenditures and other financing uses. The budget is revised periodically throughout the year, when deemed appropriate, but a balanced budget is always approved.
- (2) Appropriations in the General Fund and Special Revenue Funds lapse at the end of the fiscal year whereas encumbered appropriations are carried forward to the following year. Budgeted amounts are as originally adopted or as amended by the School Board.
- (3) Formal budget integration is employed as a management control device during the year for the General Fund and Special Revenue Funds. All budgets are operational at the department level. The Superintendent is authorized to transfer budget amounts between line item activity and between any functions of an individual fund. The effects of budget revisions passed during the year for the General Fund were to increase net revenues by \$545,957 due to increased ad valorem and contributions revenues as well as increased state revenues as a result of growth in student enrollment from initial estimates. Expenditure estimates were decreased by \$1,043,482 as additional staff were employed and materials purchased to accommodate increased enrollment.
- (4) The budgets are prepared on a basis which differs from generally accepted accounting principles in that the School Board's budget includes encumbered amounts. Accordingly, the budgetary basis expenditure data reflected in the Budgetary Comparison Schedule (Exhibit 1) includes encumbrances and, thus, differs from the expenditure data reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (Statement E) by the amount of the encumbrances outstanding at year end. Unencumbered appropriations lapse at year end.

-
- (5) The budgeted amounts of revenues and expenditures for the FEMA Project Fund were set equal to actual since expenditures could not be reasonably estimated due to the uncertainty as to the timing of when expenditures were incurred and the uncertainty of the amount that would be reimbursed by FEMA.

Excess of Expenditures Over Budget

For the year ended June 30, 2008, there were no instances where actual expenditures exceeded budgeted appropriations.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 5

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet - By Fund Type
June 30, 2008

| | SPECIAL REVENUE FUNDS | DEBT SERVICE FUNDS | PERMANENT FUND | TOTALS |
|--|-----------------------------|--------------------------|-------------------|---------------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 2,559,227 | \$ 551,568 | \$ 168,982 | \$ 3,279,775 |
| Interfund receivables | 37,599 | - | - | 37,599 |
| Receivables | <u>4,668,289</u> | <u>109,531</u> | <u>-</u> | <u>4,777,820</u> |
| TOTAL ASSETS | \$ 7,265,115 | \$ 661,097 | \$ 168,982 | \$ 8,095,194 |
| LIABILITIES AND FUND BALANCES: | | | | |
| Liabilities: | | | | |
| Accounts, salaries and other payables | \$ 370,283 | \$ 1,210 | \$ - | \$ 371,493 |
| Interfund payables | 5,317,160 | 448 | - | 5,317,608 |
| Deferred revenue | <u>1,577,672</u> | <u>-</u> | <u>-</u> | <u>1,577,672</u> |
| Total Liabilities | 7,265,115 | 1,658 | - | 7,266,773 |
| Fund Balances: | | | | |
| Reserved | - | 659,439 | 15,000 | 674,439 |
| Unreserved - designated | <u>-</u> | <u>-</u> | <u>153,982</u> | <u>153,982</u> |
| Total Fund Balances | - | 659,439 | 168,982 | 828,421 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 7,265,115 | \$ 661,097 | \$ 168,982 | \$ 8,095,194 |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances - By Fund Type
For the Year Ended June 30, 2008

| | SPECIAL REVENUE FUNDS | DEBT SERVICE FUNDS | PERMANENT FUND | TOTALS |
|---|-----------------------------|--------------------------|-------------------|-------------------|
| REVENUES: | | | | |
| Local sources: | | | | |
| Sales and use tax | \$ - | \$ 609,130 | \$ - | \$ 609,130 |
| Interest earnings | - | 11,551 | 3,880 | 15,431 |
| State sources: | | | | |
| Restricted grants-in-aid | 701,629 | - | - | 701,629 |
| Federal sources: | | | | |
| Unrestricted - indirect cost recoveries | 653,712 | - | - | 653,712 |
| Restricted grants-in-aid: | | | | |
| Direct | 1,340,497 | - | - | 1,340,497 |
| Subgrants | 10,238,760 | - | - | 10,238,760 |
| Total Revenues | 12,934,598 | 620,681 | 3,880 | 13,559,159 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 9,165,222 | - | 750 | 9,165,972 |
| Special programs | 757,619 | - | - | 757,619 |
| Adult and continuing education programs | 152,525 | - | - | 152,525 |
| Support Services: | | | | |
| Student services | 703,434 | - | - | 703,434 |
| Instructional staff support | 1,498,417 | - | - | 1,498,417 |
| Student transportation services | 3,669 | - | - | 3,669 |
| Debt service: | | | | |
| Principal retirement | - | 530,000 | - | 530,000 |
| Interest | - | 48,834 | - | 48,834 |
| Bank charges | - | 1,210 | - | 1,210 |
| Total Expenditures | 12,280,886 | 580,044 | 750 | 12,861,680 |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | 653,712 | 40,637 | 3,130 | 697,479 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | - | - | - | - |
| Transfers out | (653,712) | - | - | (653,712) |
| Total Other financing Sources (Uses): | (653,712) | - | - | (653,712) |
| EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | - | 40,637 | 3,130 | 43,767 |
| FUND BALANCES AT BEGINNING OF YEAR | - | 618,802 | 165,852 | 784,654 |
| FUND BALANCES AT END OF YEAR | \$ - | \$ 659,439 | \$ 168,982 | \$ 828,421 |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

NON-MAJOR SPECIAL REVENUE FUNDS

IMPROVING AMERICA'S SCHOOLS ACT FUNDS

Title I of Public Law 100-297, the Improving America's Schools Act (IASA), is a program for educationally deprived school children residing in areas having high concentrations of children from low-income families. Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

Title II of Public Law 100-297, the Improving America's Schools Act, is a federally financed program designed to strengthen the skills of teachers in mathematics, science, foreign languages and computer learning.

Title IV of Public Law 100-297, the Improving America's Schools Act, establishes programs of drug abuse education and prevention coordinated with related community efforts and resources.

Title V of Public law 100-297, the Improving America's Schools Act, is a program by which the federal government provides block grant funds to the school system based on a per pupil allocation for audio-visual materials, equipment and library resources.

BAPTIST COMMUNITY MINISTRIES - PROJECT STAR

Project Star, funded in part by the Baptist Community Ministries, is a program to improve the academic performance of overage middle school students so that they are able to transition back to their home school at the age-appropriate grade level or move on to high school.

ECONOMIC OPPORTUNITY ACT FUND - HEADSTART

Headstart is a federally financed program designed to benefit economically disadvantaged pre-school age children. Medical, dental, mental health and social services as well as adult education and literacy programs are provided for Headstart students, their parents and their families.

K-12 LITERACY PLAN

The K-12 Literacy Plan is a component of the State of Louisiana Literacy Plan which was designed to address the learning needs of all students in grades Pre-K - Adult Education and improve the literacy rates of students in the state.

SPECIAL EDUCATION FUNDS

Public Law 102-119 Flow-Thru and Preschool is a federally financed program of free education in the least restrictive environment for children with exceptionalities. The Pre-School Intervention Program serves pre-school children with disabilities.

STATE EXTENDED SCHOOL YEAR PROGRAM FUND

The State Extended School Year Program is a state funded program to provide a summer program for the more severely handicapped children whose educational development would be hampered by regression that cannot be compensated for in the regular school year.

8G MODEL EARLY CHILDHOOD DEVELOPMENT PROGRAM FUND

The Early Childhood Development Program is a program that includes children who are at high risk of being insufficiently ready for the regular school program and who have not been identified as eligible for special education services.

VOCATIONAL EDUCATION FUND

The Vocational Education Fund accounts for Carl D. Perkins Vocational and Applied Technology Education federal funds allocated for business education, guidance and counseling.

ADULT EDUCATION FUND

The Adult Education Fund accounts for federal funds allocated to programs serving undereducated individuals sixteen years of age and above whose goal is to achieve a general equivalency diploma.

TANF GED PROGRAM

The TANF Pre-GED grant accounts for funds allocated to programs to provide appropriate materials to benefit students with disabilities' participation in the Options Program and to provide materials to assess transition needs for students with disabilities - mild/moderate to severe/profound.

PRIMARY DRUG PREVENTION GRANT

The Primary Drug Prevention Program, working in conjunction with the Drug Free Schools Program, offered supplementary educational programs for students in the elementary and middle schools. These included afternoon and weekend programs, educational field trips, and a supplement to the School Board's existing programs. The main focus of these programs were drug awareness and prevention and character development training.

21ST CENTURY COMMUNITY LEARNING CENTERS GRANT

The 21st Century Community Learning Centers Grant is used to provide opportunities for academic enrichment, as well as recreation, enhancement of social skills, parent education and other enhancements for children in grades pre-K through 12 and their families in community centers located predominately at Title I schools.

EDUCATIONAL TECHNOLOGY STATE GRANT

The Educational Technology State Grant is used to develop, adapt or expand existing and new applications of technology to support school reform efforts, fund projects to improve student learning and support professional development and administrative support, and acquire connectivity linkages, resources and services to include the acquisition of hardware and software.

TANF EARLY CHILDHOOD DEVELOPMENT FUND

Authorized by Public Law 104-193, The Early Childhood Development Program provides universal high quality early education and care services to four year old children. Services are provided at no cost to children considered to be at-risk or achieving later academic success.

HURRICANE RELIEF - ASSISTANCE FOR HOMELESS YOUTH

The Assistance for Homeless Youth grant is to provide immediate services and assistance to students displaced and left homeless by Hurricane Katrina.

BAPTIST COMMUNITY MINISTRIES CYBERCAMPS

The Baptist Community Ministries Cybercamps grant is provided by the foundation to fund summer computer literacy programs for students of the district.

COORDINATED SCHOOL HEALTH PILOT

The Coordinated School Health Pilot provides resources to assist in the hiring of staff to address the mental health needs of the district's students suffering from the effects of Hurricane Katrina.

HURRICANE KATRINA FOREIGN CONTRIBUTIONS

The Hurricane Katrina Foreign Contributions grant provides funds contributed by foreign governments to be used to rebuild and re-stock school libraries.

READINESS AND EMERGENCY MANAGEMENT FOR SCHOOLS

The Readiness and Emergency Management for Schools Grant provides funding for the evaluation of the systems security plan as well as monies to develop an improvement plan and train district staff on issues related to school security.

HIGH SCHOOL REDESIGN - CREDIT RECOVERY

The High School Redesign - Credit Recovery Program provides financial support for districts to establish rigorous, effective remediation and credit recovery programs that will support on-line promotion of students to the 10th grade, to keep students on track for graduation, and to reduce the number of dropouts.

EDUCATION EXCELLENCE PRESCHOOL FUND

The State of Louisiana's Education Excellence Preschool Fund provides instructional enhancements for kindergarten through twelfth grade students. The district uses these funds to address early childhood education programs focused on enhancing the preparation of at-risk students for school.

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ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS
 Combining Balance Sheet
 June 30, 2006

| | IMPROVING AMERICA'S SCHOOLS ACT | | | | BAPTIST COMMUNITY MINISTRIES PROJECT STAR |
|--|---------------------------------|-------------------|------------------|------------------|--|
| | TITLE I | TITLE II | TITLE IV | TITLE V | |
| ASSETS: | | | | | |
| Cash and cash equivalents | \$ 204,366 | \$ 68,020 | \$ 51,857 | \$ 20,836 | \$ - |
| Interfund receivables | - | - | - | - | - |
| Receivables | 2,586,443 | 184,820 | 17,088 | 1,824 | - |
| TOTAL ASSETS | \$ 2,790,798 | \$ 252,856 | \$ 68,945 | \$ 22,760 | \$ - |
| LIABILITIES AND FUND BALANCES: | | | | | |
| Liabilities: | | | | | |
| Accounts, salaries and other payables | \$ 31,978 | \$ 31,504 | \$ - | \$ - | \$ - |
| Interfund payable | 2,758,820 | 221,551 | 68,945 | 22,760 | - |
| Deferred revenue | - | - | - | - | - |
| Total Liabilities | 2,790,798 | 252,855 | 68,945 | 22,760 | - |
| Fund Balances: | | | | | |
| Unreserved - designated | - | - | - | - | - |
| Total Fund Balances | - | - | - | - | - |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 2,790,798 | \$ 252,856 | \$ 68,945 | \$ 22,760 | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

Exhibit 7
continued

| ECONOMIC OPPORTUNITY ACT: HEADSTART | K-12 LITERACY PLAN | SPECIAL EDUCATION PUBLIC LAW 102-119 | | STATE EXTENDED SCHOOL YEAR PROGRAM | MODEL EARLY CHILDHOOD DEVELOPMENT PROGRAM | VOCATIONAL EDUCATION |
|--|--------------------------|---|-----------|--|---|-------------------------|
| | | FLOW-THRU | PRESCHOOL | | | |
| \$ 277,632 | \$ 2,362 | \$ 159,475 | \$ 383 | \$ 645 | \$ 12,562 | \$ 15,415 |
| 328,882 | 59,887 | 856,013 | 12,546 | 12,164 | 5,017 | 132,338 |
| \$ 606,514 | \$ 62,249 | \$ 715,488 | \$ 12,929 | \$ 12,809 | \$ 17,579 | \$ 147,751 |
| \$ 82,519 | \$ 23,576 | \$ 70 | \$ 877 | \$ 1,440 | \$ 12,432 | \$ - |
| 623,995 | 38,673 | 715,412 | 12,252 | 11,369 | 5,127 | 147,761 |
| - | - | - | - | - | - | - |
| 606,514 | 62,249 | 715,488 | 12,929 | 12,809 | 17,579 | 147,761 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| \$ 606,514 | \$ 62,249 | \$ 715,488 | \$ 12,929 | \$ 12,809 | \$ 17,579 | \$ 147,751 |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2006

| | ADULT EDUCATION | TANF GED PROGRAM - ADULT & FAMILY LITERACY SERVICE | PRIMARY DRUG PREVENTION | 21ST CENTURY COMMUNITY LEARNING CENTERS | EDUCATIONAL TECHNOLOGY STATE GRANTS | TANF EARLY CHILDHOOD DEVELOPMENT | HURRICANE RELIEF - ASSISTANCE FOR HOMELESS YOUTH |
|--|--------------------|---|-------------------------------|--|--|---|--|
| ASSETS: | | | | | | | |
| Cash and cash equivalents | \$ 10,017 | \$ 183 | \$ 19,638 | \$ 32,041 | \$ 14,114 | \$ 185 | \$ - |
| Interfund receivables | - | - | - | - | - | - | - |
| Receivables | 52,719 | 42,343 | - | 108,487 | 17,424 | 419,857 | - |
| TOTAL ASSETS | \$ 62,736 | \$ 42,526 | \$ 19,638 | \$ 138,538 | \$ 31,542 | \$ 419,842 | \$ - |
| LIABILITIES AND FUND BALANCES: | | | | | | | |
| Liabilities: | | | | | | | |
| Accounts, salaries and other payables | \$ 1,792 | \$ 893 | \$ - | \$ 7,346 | \$ - | \$ 83,652 | \$ - |
| Interfund payables | 60,844 | 41,833 | 19,638 | 131,192 | 31,542 | 336,790 | - |
| Deferred revenue | - | - | - | - | - | - | - |
| Total Liabilities | 62,736 | 42,526 | 19,638 | 138,538 | 31,542 | 419,842 | - |
| Fund Balances: | | | | | | | |
| Unreserved - designated | - | - | - | - | - | - | - |
| Total Fund Balances | - | - | - | - | - | - | - |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 62,736 | \$ 42,526 | \$ 19,638 | \$ 138,538 | \$ 31,542 | \$ 419,842 | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

Exhibit 7
concluded

| BAPTIST COMMUNITY MINISTRIES CYBERCAMPS | COORDINATED SCHOOL HEALTH PILOT | HURRICANE KATRINA FOREIGN CONTRIBUTIONS | READINESS AND EMERGENCY MANAGEMENT FOR SCHOOLS | HIGH SCHOOL REDESIGN + CREDIT RECOVERY | EDUCATION EXCELLENCE FUND PRESCHOOL | TOTALS |
|--|---------------------------------------|--|---|---|--|--------------|
| \$ 69,166 | \$ 30,088 | \$ 566 | \$ 3,416 | \$ 2,233 | \$ 1,563,027 | \$ 2,559,227 |
| 18,559 | - | - | - | - | 19,040.00 | 37,599 |
| - | 50,000 | 35,311 | 28,711 | 18,601 | - | 4,984,289 |
| \$ 67,725 | \$ 80,088 | \$ 35,877 | \$ 32,127 | \$ 20,834 | \$ 1,582,067 | \$ 7,285,115 |
| \$ 67,726 | \$ - | \$ - | \$ - | \$ 358 | \$ 5,295 | \$ 379,283 |
| - | 80,088 | 35,877 | 32,127 | 20,478 | - | 5,317,190 |
| - | - | - | - | - | 1,577,872 | 1,577,872 |
| 67,725 | 80,088 | 35,877 | 32,127 | 20,834 | 1,582,067 | 7,285,115 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| \$ 67,725 | \$ 80,088 | \$ 35,877 | \$ 32,127 | \$ 20,834 | \$ 1,582,067 | \$ 7,285,115 |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS
Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended June 30, 2008

| | TITLE I | TITLE II | TITLE IV | TITLE V | BAPTIST COMMUNITY MINISTRIES PROJECT STAR |
|--|-----------|----------|----------|---------|--|
| REVENUES: | | | | | |
| State sources: | | | | | |
| Restricted grants-in-aid | \$ - | \$ - | \$ - | \$ - | \$ 10,464 |
| Federal sources: | | | | | |
| Unrestricted - indirect cost recoveries | 274,424 | 57,953 | 843 | 2,237 | - |
| Restricted grants-in-aid: | | | | | |
| Direct | - | - | - | - | - |
| Subgrants | 5,449,128 | 579,526 | 42,149 | 22,373 | - |
| Total Revenues | 5,723,552 | 637,481 | 42,992 | 24,610 | 10,464 |
| EXPENDITURES: | | | | | |
| Current: | | | | | |
| Instruction: | | | | | |
| Regular programs | 4,815,313 | 365,506 | - | 22,373 | 10,464 |
| Special programs | - | - | - | - | - |
| Adult and continuing education programs | - | - | - | - | - |
| Support Services: | | | | | |
| Student services | - | - | 42,149 | - | - |
| Instructional staff support | 830,815 | 214,022 | - | - | - |
| General administration | - | - | - | - | - |
| School administration | - | - | - | - | - |
| Business services | - | - | - | - | - |
| Plant services | - | - | - | - | - |
| Student transportation services | - | - | - | - | - |
| Central services | - | - | - | - | - |
| Total Expenditures | 5,649,128 | 579,528 | 42,149 | 22,373 | 10,464 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 274,424 | 57,953 | 843 | 2,237 | - |
| OTHER FINANCING SOURCES (USES): | | | | | |
| Transfers out | (274,424) | (57,953) | (843) | (2,237) | - |
| Total Other financing Sources (Uses): | (274,424) | (57,953) | (843) | (2,237) | - |
| EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES | - | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

Exhibit 8
continued

| ECONOMIC OPPORTUNITY ACT: HEADSTART | K-12 LITERACY PLAN | SPECIAL EDUCATION PUBLIC LAW 102-119 | | STATE EXTENDED SCHOOL YEAR PROGRAM | 50 MODEL EARLY CHILDHOOD DEVELOPMENT PROGRAM | VOCATIONAL EDUCATION |
|--|--------------------------|---|-----------|--|---|-------------------------|
| | | FLOW THRU | PRESCHOOL | | | |
| \$ - | \$ 258,000 | \$ - | \$ - | \$ 12,184 | \$ 118,544 | \$ - |
| 106,113 | - | 134,797 | 1,274 | - | - | - |
| 1,313,913 | - | 1,525,087 | 13,868 | - | - | 147,425 |
| 1,420,026 | 258,000 | 1,659,884 | 15,142 | 12,184 | 118,544 | 147,425 |
| 1,111,304 | 200,004 | - | - | - | 118,544 | 147,425 |
| - | - | 732,950 | 13,988 | 10,801 | - | - |
| - | - | - | - | - | - | - |
| 101,528 | - | 381,083 | - | - | - | - |
| 86,775 | 55,096 | 411,054 | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 2,300 | - | - | - | 1,363 | - | - |
| 1,313,913 | 258,000 | 1,525,087 | 13,968 | 12,184 | 118,544 | 147,425 |
| 106,113 | - | 134,797 | 1,274 | - | - | - |
| (106,113) | - | (134,797) | (1,274) | - | - | - |
| (106,113) | - | (134,797) | (1,274) | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

NON-MAJOR SPECIAL REVENUE FUNDS
Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended June 30, 2006

| | ADULT EDUCATION | TANF GED PROGRAM - ADULT & FAMILY LITERACY SERVICE | PRIMARY DRUG PREVENTION | 21ST CENTURY COMMUNITY LEARNING CENTERS | EDUCATIONAL TECHNOLOGY STATE GRANTS | TANF EARLY CHILDHOOD DEVELOPMENT | HURRICANE RELIEF - ASSISTANCE FOR HOMELESS YOUTH |
|---|--------------------|---|-------------------------------|--|--|---|--|
| REVENUES: | | | | | | | |
| State sources: | | | | | | | |
| Restricted grants-in-aid | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Federal sources: | | | | | | | |
| Unrestricted - indirect cost recoveries | 5,252 | - | - | 66,183 | 2,499 | - | - |
| Restricted grants-in-aid: | | | | | | | |
| Direct | - | - | - | - | - | - | - |
| Subgrants | 110,182 | 42,343 | 58,760 | 764,400 | 26,760 | 1,298,640 | 2,692 |
| Total Revenues | 115,434 | 42,343 | 58,760 | 830,583 | 29,259 | 1,298,640 | 2,692 |
| EXPENDITURES: | | | | | | | |
| Current: | | | | | | | |
| Instruction: | | | | | | | |
| Regular programs | - | - | - | 764,400 | - | 1,298,640 | 2,692 |
| Special programs | - | - | - | - | - | - | - |
| Adult and continuing education programs | 110,182 | 42,343 | - | - | - | - | - |
| Support Services: | | | | | | | |
| Student services | - | - | 58,760 | - | - | - | - |
| Instructional staff support | - | - | - | - | 26,760 | - | - |
| General administration | - | - | - | - | - | - | - |
| School administration | - | - | - | - | - | - | - |
| Business services | - | - | - | - | - | - | - |
| Plant services | - | - | - | - | - | - | - |
| Student transportation services | - | - | - | - | - | - | - |
| Central services | - | - | - | - | - | - | - |
| Total Expenditures | 110,182 | 42,343 | 58,760 | 764,400 | 26,760 | 1,298,640 | 2,692 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 5,252 | - | - | 66,183 | 2,499 | - | - |
| OTHER FINANCING SOURCES (USES): | | | | | | | |
| Transfers out | (5,252) | - | - | (66,183) | (2,499) | - | - |
| Total Other Financing Sources (Uses): | (5,252) | - | - | (66,183) | (2,499) | - | - |
| EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES | - | - | - | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

Exhibit B
continued

| BAPTIST COMMUNITY MINISTRIES CYBERCAMPS | COORDINATED SCHOOL HEALTH PILOT | HURRICANE KATRINA FOREIGN CONTRIBUTIONS | READINESS AND EMERGENCY MANAGEMENT FOR SCHOOLS | HIGH SCHOOL REDESIGN - CREDIT RECOVERY | EDUCATION EXCELLENCE FUND PRESCHOOL | TOTALS |
|--|---------------------------------------|--|---|---|--|-------------------|
| \$ 246,015 | \$ - | \$ - | \$ - | \$ 18,601 | \$ 39,841 | \$ 701,629 |
| - | - | - | 2,127 | - | - | 653,712 |
| - | - | - | 26,584 | - | - | 1,340,497 |
| - | 119,914 | 35,311 | - | - | - | 10,238,760 |
| <u>246,015</u> | <u>119,914</u> | <u>35,311</u> | <u>28,711</u> | <u>18,601</u> | <u>39,841</u> | <u>12,834,598</u> |
| 246,015 | - | - | - | 18,601 | 39,841 | 9,165,222 |
| - | - | - | - | - | - | 757,618 |
| - | - | - | - | - | - | 152,525 |
| - | 119,914 | - | - | - | - | 703,434 |
| - | - | 35,311 | 26,584 | - | - | 1,498,417 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | 3,686 |
| - | - | - | - | - | - | - |
| <u>246,015</u> | <u>119,914</u> | <u>35,311</u> | <u>26,584</u> | <u>18,601</u> | <u>39,841</u> | <u>12,280,886</u> |
| - | - | - | 2,127 | - | - | 653,712 |
| - | - | - | (2,127) | - | - | (653,712) |
| - | - | - | (2,127) | - | - | (653,712) |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 9

NON-MAJOR SPECIAL REVENUE FUND
 TITLE I
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|------------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 274,424 | \$ 274,424 | \$ 274,424 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | 5,449,128 | 5,449,128 | 5,449,128 | - |
| Total Revenues | 5,723,552 | 5,723,552 | 5,723,552 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 4,818,313 | 4,818,313 | 4,818,313 | - |
| Support Services: | | | | |
| Instructional staff support | 630,815 | 630,815 | 630,815 | - |
| Total Expenditures | 5,449,128 | 5,449,128 | 5,449,128 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 274,424 | 274,424 | 274,424 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (274,424) | (274,424) | (274,424) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 10

NON-MAJOR SPECIAL REVENUE FUND
TITLE II
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 57,953 | \$ 57,953 | \$ 57,953 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | 579,528 | 579,528 | 579,528 | - |
| Total Revenues | 637,481 | 637,481 | 637,481 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 365,506 | 365,506 | 365,506 | - |
| Support Services: | | | | |
| Instructional staff support | 214,022 | 214,022 | 214,022 | - |
| Total Expenditures | 579,528 | 579,528 | 579,528 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 57,953 | 57,953 | 57,953 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (57,953) | (57,953) | (57,953) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 11

NON-MAJOR SPECIAL REVENUE FUND
 TITLE IV
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 843 | \$ 843 | \$ 843 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | 42,149 | 42,149 | 42,149 | - |
| Total Revenues | 42,992 | 42,992 | 42,992 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Student services | 42,149 | 42,149 | 42,149 | - |
| Total Expenditures | 42,149 | 42,149 | 42,149 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 843 | 843 | 843 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (843) | (843) | (843) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 12

NON-MAJOR SPECIAL REVENUE FUND
TITLE V
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 2,237 | \$ 2,237 | \$ 2,237 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | \$ 22,373 | \$ 22,373 | \$ 22,373 | - |
| Total Revenues | 24,610 | 24,610 | 24,610 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 22,373 | 22,373 | 22,373 | - |
| Total Expenditures | 22,373 | 22,373 | 22,373 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 2,237 | 2,237 | 2,237 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (2,237) | (2,237) | (2,237) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 13

NON-MAJOR SPECIAL REVENUE FUND
 BAPTIST COMMUNITY MINISTRIES PROJECT STAR
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| State sources: | | | | |
| Restricted grants-in-aid | \$ 10,464 | \$ 10,464 | \$ 10,464 | - |
| Total Revenues | 10,464 | 10,464 | 10,464 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 10,464 | 10,464 | 10,464 | - |
| Total Expenditures | 10,464 | 10,464 | 10,464 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 14

NON-MAJOR SPECIAL REVENUE FUND
ECONOMIC OPPORTUNITY ACT: HEADSTART
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 106,113 | \$ 106,113 | \$ 106,113 | \$ - |
| Restricted grants-in-aid: | | | | |
| Direct | 1,313,913 | 1,313,913 | 1,313,913 | - |
| Total Revenues | 1,420,026 | 1,420,026 | 1,420,026 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 1,111,304 | 1,111,304 | 1,111,304 | - |
| Support Services: | | | | |
| Student services | 101,528 | 101,528 | 101,528 | - |
| Instructional staff support | 98,775 | 98,775 | 98,775 | - |
| Student transportation services | 2,306 | 2,306 | 2,306 | - |
| Total Expenditures | 1,313,913 | 1,313,913 | 1,313,913 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 106,113 | 106,113 | 106,113 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (106,113) | (106,113) | (106,113) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 15

NON-MAJOR SPECIAL REVENUE FUND
K-12 LITERACY PLAN
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| State Sources: | | | | |
| Restricted grants-in-aid: | \$ 256,000 | \$ 256,000 | \$ 256,000 | \$ - |
| Total Revenues | 256,000 | 256,000 | 256,000 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 200,904 | 200,904 | 200,904 | - |
| Support Services: | | | | |
| Instructional staff support | 55,096 | 55,096 | 55,096 | - |
| Total Expenditures | 256,000 | 256,000 | 256,000 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 16

NON-MAJOR SPECIAL REVENUE FUND
PUBLIC LAW 102-119 FLOW THRU
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2006

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 134,797 | \$ 134,797 | \$ 134,797 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | 1,525,087 | 1,525,087 | 1,525,087 | - |
| Total Revenues | 1,659,884 | 1,659,884 | 1,659,884 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special programs | 732,950 | 732,950 | 732,950 | - |
| Support Services: | | | | |
| Student services | 381,083 | 381,083 | 381,083 | - |
| Instructional staff support | 411,054 | 411,054 | 411,054 | - |
| Total Expenditures | 1,525,087 | 1,525,087 | 1,525,087 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 134,797 | 134,797 | 134,797 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (134,797) | (134,797) | (134,797) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |
| SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT | | | | |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 17

NON-MAJOR SPECIAL REVENUE FUND
PUBLIC LAW 102-119 PRESCHOOL
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 1,274 | \$ 1,274 | \$ 1,274 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | 13,868 | 13,868 | 13,868 | - |
| Total Revenues | 15,142 | 15,142 | 15,142 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special programs | 13,868 | 13,868 | 13,868 | - |
| Total Expenditures | 13,868 | 13,868 | 13,868 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 1,274 | 1,274 | 1,274 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (1,274) | (1,274) | (1,274) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 18

NON-MAJOR SPECIAL REVENUE FUND
STATE EXTENDED SCHOOL YEAR PROGRAM
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| State Sources: | | | | |
| Restricted grants-in-aid | \$ 12,164 | \$ 12,164 | \$ 12,164 | \$ - |
| Total Revenues | 12,164 | 12,164 | 12,164 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special programs | 10,801 | 10,801 | 10,801 | - |
| Support Services: | | | | |
| Student transportation services | 1,363 | 1,363 | 1,363 | - |
| Total Expenditures | 12,164 | 12,164 | 12,164 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | - | - | - | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 19

NON-MAJOR SPECIAL REVENUE FUND
8G MODEL EARLY CHILDHOOD DEVELOPMENT PROGRAM
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| State Sources: | | | | |
| Restricted grants-in-aid | \$ 118,544 | \$ 118,544 | \$ 118,544 | \$ - |
| Total Revenues | 118,544 | 118,544 | 118,544 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 118,544 | 118,544 | 118,544 | - |
| Total Expenditures | 118,544 | 118,544 | 118,544 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | - | - | - | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |
| SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT | | | | |

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 20

NON-MAJOR SPECIAL REVENUE FUND
 VOCATIONAL EDUCATION
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Restricted grants-in-aid: | | | | |
| Subgrants | \$ 147,425 | \$ 147,425 | \$ 147,425 | \$ - |
| Total Revenues | 147,425 | 147,425 | 147,425 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 147,425 | 147,425 | 147,425 | - |
| Total Expenditures | 147,425 | 147,425 | 147,425 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | - | - | - | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 21

NON-MAJOR SPECIAL REVENUE FUND
 ADULT EDUCATION
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 5,252 | \$ 5,252 | \$ 5,252 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | <u>110,182</u> | <u>110,182</u> | <u>110,182</u> | <u>-</u> |
| Total Revenues | <u>115,434</u> | <u>115,434</u> | <u>115,434</u> | <u>-</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Adult and continuing education | <u>110,182</u> | <u>110,182</u> | <u>110,182</u> | <u>-</u> |
| Total Expenditures | <u>110,182</u> | <u>110,182</u> | <u>110,182</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>5,252</u> | <u>5,252</u> | <u>5,252</u> | <u>-</u> |
| OTHER FINANCING USES: | | | | |
| Transfers out | <u>(5,252)</u> | <u>(5,252)</u> | <u>(5,252)</u> | <u>-</u> |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 22

NON-MAJOR SPECIAL REVENUE FUND
 TANF GED PROGRAM - ADULT & FAMILY LITERACY SERVICE
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Restricted grants-in-aid: | | | | |
| Subgrants | 42,343 | 42,343 | 42,343 | - |
| Total Revenues | 42,343 | 42,343 | 42,343 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Adult and continuing education programs | 42,343 | 42,343 | 42,343 | - |
| Total Expenditures | 42,343 | 42,343 | 42,343 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | - | - | - | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 23

NON-MAJOR SPECIAL REVENUE FUND
PRIMARY DRUG PREVENTION
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| <i>Restricted grants-in-aid:</i> | | | | |
| Subgrants | \$ 58,760 | \$ 58,760 | \$ 58,760 | \$ - |
| Total Revenues | 58,760 | 58,760 | 58,760 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Student services | 58,760 | 58,760 | 58,760 | - |
| Total Expenditures | 58,760 | 58,760 | 58,760 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 24

NON-MAJOR SPECIAL REVENUE FUND
21ST CENTURY COMMUNITY LEARNING CENTERS
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 66,193 | \$ 66,193 | \$ 66,193 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | 764,400 | 764,400 | 764,400 | - |
| Total Revenues | 830,593 | 830,593 | 830,593 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 764,400 | 764,400 | 764,400 | - |
| Total Expenditures | 764,400 | 764,400 | 764,400 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 66,193 | 66,193 | 66,193 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (66,193) | (66,193) | (66,193) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 25

NON-MAJOR SPECIAL REVENUE FUND
EDUCATIONAL TECHNOLOGY STATE GRANTS
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 2,499 | \$ 2,499 | \$ 2,499 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | 26,760 | 26,760 | 26,760 | - |
| Total Revenues | 29,259 | 29,259 | 29,259 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Instructional staff support | 26,760 | 26,760 | 26,760 | - |
| Total Expenditures | 26,760 | 26,760 | 26,760 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 2,499 | 2,499 | 2,499 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (2,499) | (2,499) | (2,499) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 26

NON-MAJOR SPECIAL REVENUE FUND
TANF EARLY CHILDHOOD DEVELOPMENT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Restricted grants-in-aid: | | | | |
| Subgrants | \$ 1,298,840 | \$ 1,298,840 | \$ 1,298,840 | \$ - |
| Total Revenues | 1,298,840 | 1,298,840 | 1,298,840 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 1,298,840 | 1,298,840 | 1,298,840 | - |
| Total Expenditures | 1,298,840 | 1,298,840 | 1,298,840 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 27

NON-MAJOR SPECIAL REVENUE FUND
 HURRICANE RELIEF - ASSISTANCE
 FOR HOMELESS YOUTH
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Restricted grants-in-aid: | | | | |
| Subgrants | \$ 2,692 | \$ 2,692 | \$ 2,692 | \$ - |
| Total Revenues | 2,692 | 2,692 | 2,692 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 2,692 | 2,692 | 2,692 | - |
| Total Expenditures | 2,692 | 2,692 | 2,692 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | - | - | - | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 28

NON-MAJOR SPECIAL REVENUE FUND
 BAPTIST COMMUNITY MINISTRIES CYBERCAMPS
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| State Sources: | | | | |
| Restricted grants-in-aid: | \$ 246,015 | \$ 246,015 | \$ 246,015 | \$ - |
| Total Revenues | 246,015 | 246,015 | 246,015 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Student services | 246,015 | 246,015 | 246,015 | - |
| Total Expenditures | 246,015 | 246,015 | 246,015 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 29

NON-MAJOR SPECIAL REVENUE FUND
 COORDINATED SCHOOL HEALTH PILOT
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Restricted grants-in-aid: | | | | |
| Subgrants | \$ 119,914 | \$ 119,914 | \$ 119,914 | \$ - |
| Total Revenues | 119,914 | 119,914 | 119,914 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Student services | 119,914 | 119,914 | 119,914 | - |
| Total Expenditures | 119,914 | 119,914 | 119,914 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 30

NON-MAJOR SPECIAL REVENUE FUND
HURRICANE KATRINA FOREIGN CONTRIBUTIONS
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Restricted grants-in-aid: | | | | |
| Subgrants | \$ 35,311 | \$ 35,311 | \$ 35,311 | \$ - |
| Total Revenues | 35,311 | 35,311 | 35,311 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Instructional staff support | 35,311 | 35,311 | 35,311 | - |
| Total Expenditures | 35,311 | 35,311 | 35,311 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 31

NON-MAJOR SPECIAL REVENUE FUND
 READINESS AND EMERGENCY MANAGEMENT FOR SCHOOLS
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| Federal Sources: | | | | |
| Unrestricted indirect cost recoveries | \$ 2,127 | \$ 2,127 | \$ 2,127 | \$ - |
| Restricted grants-in-aid: | | | | |
| Subgrants | 26,584 | 26,584 | 26,584 | - |
| Total Revenues | 28,711 | 28,711 | 28,711 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Support Services | | | | |
| Instructional staff support | 26,584 | 26,584 | 26,584 | - |
| Total Expenditures | 26,584 | 26,584 | 26,584 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 2,127 | 2,127 | 2,127 | - |
| OTHER FINANCING USES: | | | | |
| Transfers out | (2,127) | (2,127) | (2,127) | - |
| EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 32

NON-MAJOR SPECIAL REVENUE FUND
 HIGH SCHOOL REDESIGN - CREDIT RECOVERY
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| State Sources: | | | | |
| Restricted grants-in-aid | \$ 18,601 | \$ 18,601 | \$ 18,601 | \$ - |
| Total Revenues | 18,601 | 18,601 | 18,601 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 18,601 | 18,601 | 18,601 | - |
| Total Expenditures | 18,601 | 18,601 | 18,601 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 33

NON-MAJOR SPECIAL REVENUE FUND
EDUCATION EXCELLENCE PRESCHOOL FUND
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2008

| | BUDGETED AMOUNT | | ACTUAL (ADJUSTED TO BUDGETARY BASIS) | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|--------------------|-----------------|---|---|
| | ORIGINAL BUDGET | FINAL BUDGET | | |
| REVENUES: | | | | |
| State Sources: | | | | |
| Restricted grants-in-aid | \$ 39,841 | \$ 39,841 | \$ 39,841 | \$ - |
| Total Revenues | 39,841 | 39,841 | 39,841 | - |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 39,841 | 39,841 | 39,841 | - |
| Total Expenditures | 39,841 | 39,841 | 39,841 | - |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | - | - | - |
| FUND BALANCES AT BEGINNING OF YEAR | - | - | - | - |
| FUND BALANCES AT END OF YEAR | \$ - | \$ - | \$ - | \$ - |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

NON-MAJOR DEBT SERVICE FUNDS

SALES TAX BOND SINKING FUND - 1990

The Sales Tax Bond Sinking Fund accounts for that portion of sales and use taxes required to meet the debt service requirements on the 1990 sales tax bonds. Monthly deposits out of the proceeds of the sales and use taxes are required to be made into this fund in an amount that will equal one-sixth of the interest falling due on the next interest payment date and one-twelfth of the principal falling due on the next principal payment date.

SALES TAX BOND RESERVE FUND - 1990

The Sales Tax Bond Reserve - 1990 Fund accounts for that portion of the sales and use taxes that are set aside as a reserve to pay principal and interest on the sales tax bonds payable from the bond fund for which there would otherwise be default. The maximum amount required to be accumulated in this fund at June 30, 2008 is \$266,000.

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 34

NON-MAJOR DEBT SERVICE FUNDS
 Combining Balance Sheet
 June 30, 2008

| | SALES TAX BOND - 1990 | | |
|--|-----------------------|-------------------|-------------------|
| | SINKING | RESERVE | TOTAL |
| ASSETS: | | | |
| Cash and cash equivalents | \$ 285,118 | \$ 266,448 | \$ 551,566 |
| Receivables | <u>109,531</u> | <u>-</u> | <u>109,531</u> |
| TOTAL ASSETS | <u>\$ 394,649</u> | <u>\$ 266,448</u> | <u>\$ 661,097</u> |
| LIABILITIES AND FUND BALANCES: | | | |
| Liabilities: | | | |
| Accounts, salaries and other payables | \$ 1,210 | \$ - | \$ 1,210 |
| Interfund payables | <u>-</u> | <u>448</u> | <u>448</u> |
| Total Liabilities | <u>1,210</u> | <u>448</u> | <u>1,658</u> |
| Fund Balances: | | | |
| Reserved for debt service | <u>393,439</u> | <u>266,000</u> | <u>659,439</u> |
| Total Fund Balances | <u>393,439</u> | <u>266,000</u> | <u>659,439</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 394,649</u> | <u>\$ 266,448</u> | <u>\$ 661,097</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Exhibit 35

NON-MAJOR DEBT SERVICE FUNDS
 Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances - By Fund Type
 For the Year Ended June 30, 2008

| | SALES TAX BOND - 1990 | | |
|---|-----------------------|-------------------|-------------------|
| | SINKING | RESERVE | TOTALS |
| REVENUES: | | | |
| Local sources: | | | |
| Sales and use tax | \$ 609,130 | \$ - | \$ 609,130 |
| Interest earnings | 11,551 | - | 11,551 |
| Total Revenues | 620,681 | - | 620,681 |
| EXPENDITURES: | | | |
| Current: | | | |
| Debt service: | | | |
| Principal retirement | 530,000 | - | 530,000 |
| Interest | 48,834 | - | 48,834 |
| Bank charges | 1,210 | - | 1,210 |
| Total Expenditures | 580,044 | - | 580,044 |
| EXCESS OF REVENUES OVER EXPENDITURES | 40,637 | - | 40,637 |
| FUND BALANCES AT BEGINNING OF YEAR | 352,802 | 266,000 | 618,802 |
| FUND BALANCES AT END OF YEAR | \$ 393,439 | \$ 266,000 | \$ 659,439 |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

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NON-MAJOR PERMANENT FUND

The Non-Major Permanent Fund is used to report resources that are legally restricted to the extent that only earnings generated, and not in principal, may be used to support programs.

THE JOSEPH ACCARDO SCHOLARSHIP FUND

The Joseph Accardo Scholarship Fund accounts for a \$15,000 donation received from the widow of Joseph Accardo in March, 1970. The principal remains intact, and the earnings from investment of the principal are used for an annual scholarship. The most deserving student from a public high school in St. Bernard Parish.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 36

NON-MAJOR PERMANENT FUND
Balance Sheet
June 30, 2008

JOSEPH ACCARDO
SCHOLARSHIP
FUND

ASSETS:

Cash and cash equivalents

TOTAL ASSETS

\$ 168,982

FUND BALANCE:

Fund Balance:

Reserved for scholarships

\$ 15,000

Unreserved - designated

153,982

Total Fund Balances

168,982

TOTAL FUND BALANCE

\$ 168,982

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 37

NON-MAJOR PERMANENT FUND
Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2008

| | JOSEPH ACCARDO SCHOLARSHIP FUND |
|--|---------------------------------------|
| <u>REVENUES:</u> | |
| Local sources: | |
| Interest earnings | \$ 3,880 |
| Total Revenues | <u>3,880</u> |
| <u>EXPENDITURES:</u> | |
| Current: | |
| Instruction: | |
| Regular programs | <u>750</u> |
| Total Expenditures | <u>750</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 3,130 |
| FUND BALANCE AT BEGINNING OF YEAR | <u>165,852</u> |
| FUND BALANCE AT END OF YEAR | \$ <u>168,982</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

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FIDUCIARY FUNDS

School Activity Agency Fund

The activities of the various individual school accounts are accounted for in the School Activity Fund. While the accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

TRUST AND AGENCY FUNDS
 SCHOOL ACTIVITY AGENCY FUND
 Statement of Changes in Assets and Liabilities
 For the year ended June 30, 2008

| | Balance July 1, 2007 | Additions | Deductions | Balance June 30, 2008 |
|---------------------------|-------------------------|--------------------|--------------------|--------------------------|
| <u>ASSETS</u> | | | | |
| Cash and cash equivalents | <u>\$443,144</u> | <u>\$1,568,139</u> | <u>\$1,283,961</u> | <u>\$727,322</u> |
| TOTAL ASSETS | <u>\$443,144</u> | <u>\$1,568,139</u> | <u>\$1,283,961</u> | <u>\$727,322</u> |
| <u>LIABILITIES</u> | | | | |
| Deposits due others | <u>\$443,144</u> | <u>\$1,568,139</u> | <u>\$1,283,961</u> | <u>\$727,322</u> |
| TOTAL LIABILITIES | <u>\$443,144</u> | <u>\$1,568,139</u> | <u>\$1,283,961</u> | <u>\$727,322</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

SCHOOL ACTIVITY AGENCY FUND
 Schedule of Changes in Deposit Balances - By School
 For the Year Ended June 30, 2008

| <u>SCHOOL</u> | <u>BALANCE JULY 1, 2007</u> | <u>ADDITIONS</u> | <u>DEDUCTIONS</u> | <u>BALANCE JUNE 30, 2008</u> |
|---------------------------|-------------------------------------|--------------------|--------------------|--------------------------------------|
| Chalmette High | \$ 222,249 | 511,316 | 437,389 | \$ 296,176 |
| Chalmette High- Athletic | 91,918 | 245,348 | 238,166 | 99,100 |
| Andrew Jackson Elementary | 128,977 | 256,191 | 231,705 | 153,463 |
| J.F. Gauthier Elementary | - | 205,625 | 117,628 | 87,997 |
| N.P. Trist Middle | - | 349,659 | 259,073 | 90,586 |
| TOTAL | <u>\$443,144</u> | <u>\$1,568,139</u> | <u>\$1,283,961</u> | <u>\$727,322</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

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CAPITAL ASSETS INFORMATION

The Capital Assets schedule records the fixed assets of the School Board which are used in *governmental fund-type operations*.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Exhibit 40

SCHEDULE OF CAPITAL ASSETS

By Source

June 30, 2008

Capital assets:

| | |
|----------------------------|----------------------|
| Land | \$934,696 |
| Buildings and Improvements | 147,896,548 |
| Furniture and Equipment | 6,820,825 |
| Total Capital Assets | <u>\$155,652,069</u> |

Capital Assets From:

| | |
|------------------------------------|----------------------|
| General Fund | \$3,047,608 |
| Special Revenue Funds | 545,225 |
| Capital Project Funds | 152,059,236 |
| Total Investment in Capital Assets | <u>\$155,652,069</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

SCHEDULE OF CAPITAL ASSETS
By Function
June 30, 2008

| <u>Function</u> | <u>Land</u> | <u>Buildings and Improvements</u> | <u>Furniture and Equipment</u> | <u>Total</u> |
|-----------------------------|------------------|---|--|----------------------|
| Instruction: | | | | |
| Regular | \$810,646 | \$143,406,871 | \$1,573,409 | \$145,790,926 |
| Special | 68,750 | 0 | 3,284 | 72,034 |
| Support Services: | | | | |
| Student Services | 0 | 0 | 0 | 0 |
| Instructional Staff Support | 0 | 92,484 | 806,937 | 899,421 |
| General Administration | 5,000 | 2,511,963 | 51,408 | 2,568,371 |
| School Administration | 0 | 0 | 48,231 | 48,231 |
| Business Services | 50,000 | 0 | 113,879 | 163,879 |
| Plant Services | 0 | 1,692,518 | 360,639 | 2,053,157 |
| Student Transportation | 300 | 192,712 | 3,128,991 | 3,322,003 |
| Central Services | 0 | 0 | 708,626 | 708,626 |
| Food Services | 0 | 0 | 25,421 | 25,421 |
| Total | <u>\$934,696</u> | <u>\$147,896,548</u> | <u>\$6,820,825</u> | <u>\$155,652,069</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

SCHEDULE OF CHANGES IN CAPITAL ASSETS
 By Function
 For the Year Ended June 30, 2008

| <u>Function</u> | <u>Capital Assets June 30, 2007</u> | <u>ADDITIONS</u> | <u>DEDUCTIONS</u> | <u>Capital Assets June 30, 2008</u> |
|-----------------------------|---|---------------------|--------------------|---|
| Instruction: | | | | |
| Regular | \$80,910,219 | \$66,623,549 | \$1,742,842 | \$145,790,926 |
| Special | 72,034 | 0 | 0 | 72,034 |
| Support Services: | | | | |
| Instructional Staff Support | 865,921 | 35,675 | 2,175 | 899,421 |
| General Administration | 2,564,071 | 4,300 | 0 | 2,568,371 |
| School Administration | 0 | 48,231 | 0 | 48,231 |
| Business Services | 147,033 | 16,846 | 0 | 163,879 |
| Plant Services | 311,770 | 1,741,387 | 0 | 2,053,157 |
| Student Transportation | 710,090 | 2,611,913 | 0 | 3,322,003 |
| Central Services | 181,990 | 526,636 | 0 | 708,626 |
| Food Services | 15,588 | 9,833 | 0 | 25,421 |
| Total | <u>\$85,778,716</u> | <u>\$71,618,370</u> | <u>\$1,745,017</u> | <u>\$155,652,089</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.

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ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

STATISTICAL SECTION
CONTENTS

| | <u>Table</u> | <u>Page No.</u> |
|--|---------------------|------------------------|
| Financial Trends: | | |
| These schedules contain trend information to help the reader understand how the School Board's financial performance and well being has changed over time. | | |
| Net Assets by Component | 1 | 128 |
| Changes in Net Assets | 2 | 129 |
| Fund Balances of Governmental Funds | 3 | 130 |
| Changes in Fund Balances of Governmental Funds | 4 | 132 |
| Revenue Capacity: | | |
| These schedules contain information to help the reader assess the School Board's most significant local revenue sources, property tax and sales tax. | | |
| Assessed Value and Estimated Actual Value of Taxable Property | 5 | 134 |
| Overlapping Governments | 6 | 137 |
| Principal Property Taxpayers | 7 | 138 |
| Property Tax Levies and Collections | 8 | 140 |
| Debt Capacity: | | |
| These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue debt in the future. | | |
| Ratios of Outstanding Debt by Type | 9 | 142 |
| Ratios of General Obligation Bonded Debt Outstanding | 10 | 144 |
| Computation of Direct and Underlying Bonded Debt | 11 | 146 |
| Legal Debt Margin Information | 12 | 148 |
| | | (continued) |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

STATISTICAL SECTION
CONTENTS

| | <u>Table</u> | <u>Page No.</u> |
|--|---------------------|------------------------|
|--|---------------------|------------------------|

Demographic and Economic Information:

This schedule offers demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.

| | | |
|-------------------------------------|----|-----|
| Demographic and Economic Statistics | 13 | 150 |
|-------------------------------------|----|-----|

Operating Information:

These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.

| | | |
|----------------------|----|-----|
| School Personnel | 14 | 152 |
| Operating Statistics | 15 | 154 |

Other Information:

| | | |
|--|----|-----|
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| Schedule of Compensation Paid to Board Members | 17 | 156 |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report (CAFR) for the relevant year.

(Concluded)

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

TABLE 1

Net Assets by Component
 2003-2008
 (Unaudited)

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 |
|---|---------------------|---------------------|---------------------|----------------------|-----------------------|----------------------|
| Governmental Activities: | | | | | | |
| Invested in capital assets, net of related debt | \$22,108,395 | \$23,039,383 | \$24,888,845 | \$ 22,108,395 | \$ 52,110,649 | \$ 121,008,285 |
| Restricted | 3,387,118 | 3,159,437 | 6,210,006 | 3,387,118 | 75,859,836 | 85,502,545 |
| Unrestricted | <u>2,374,745</u> | <u>5,015,258</u> | <u>5,007,822</u> | <u>2,374,745</u> | <u>15,405,511</u> | <u>28,336,564</u> |
| Total governmental activities net assets | <u>\$27,870,258</u> | <u>\$31,214,078</u> | <u>\$36,125,473</u> | <u>\$ 27,870,258</u> | <u>\$ 143,175,986</u> | <u>\$232,848,394</u> |

NOTE: The district adopted GASB 34 in fiscal year 2003 and thus only six years of government wide information is available.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

TABLE 2

Changes in Net Assets
2003-2008
(Unaudited)

| Function | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 |
|--|---------------------|---------------------|---------------------|---------------------|-------------------|-------------------|
| Expenses: | | | | | | |
| Instruction: | | | | | | |
| Regular programs | \$30,117,122 | \$31,816,538 | \$32,981,328 | \$14,173,245 | \$ 17,718,788 | \$10,609,886 |
| Special programs | 8,288,487 | 7,850,908 | 8,300,474 | 2,518,038 | 3,218,736 | 4,603,523 |
| Adult and Continuing Education | 295,852 | 305,508 | 337,512 | 135,779 | 217,578 | 220,705 |
| Support Services: | | | | | | |
| Pupil support services | 3,241,474 | 3,261,829 | 3,441,581 | 1,301,108 | 2,173,854 | 2,889,714 |
| Instructional staff services | 3,308,128 | 3,656,823 | 4,051,232 | 2,028,571 | 2,882,221 | 3,813,870 |
| General administration | 1,338,057 | 1,288,083 | 1,447,782 | 1,073,228 | 1,169,265 | 1,281,818 |
| School administration | 3,144,029 | 3,290,337 | 3,451,480 | 1,538,730 | 1,784,200 | 2,382,788 |
| Business services | 493,849 | 502,010 | 507,893 | 402,406 | 500,805 | 643,821 |
| Plant services | 5,148,548 | 5,465,105 | 5,859,787 | 83,208,207 | 6,828,972 | 8,248,218 |
| Student transportation services | 2,893,015 | 3,474,558 | 3,454,018 | 2,879,528 | 4,544,209 | 3,581,081 |
| Central services | 473,240 | 619,718 | 482,381 | 422,768 | 518,469 | 737,312 |
| Food service operations | 3,505,535 | 3,874,308 | 3,786,990 | 1,891,880 | 2,615,368 | 2,760,989 |
| Community service programs | 4,100 | 4,100 | 4,100 | 4,100 | 4,100 | 4,100 |
| Interest on long term debt | 1,998,284 | 1,511,117 | 1,114,809 | 1,105,826 | 1,078,101 | 727,732 |
| Total expenses | <u>64,253,589</u> | <u>69,837,521</u> | <u>69,223,355</u> | <u>112,483,112</u> | <u>45,153,444</u> | <u>40,114,886</u> |
| Program Revenues: | | | | | | |
| Charges for services: | | | | | | |
| Regular programs | 711,187 | 851,325 | 641,530 | 388,752 | 15,024 | 24,370 |
| Food services operations | 512,838 | 508,747 | 514,830 | 38,520 | 73,402 | 179,855 |
| Operating grants and contributions | 8,840,188 | 10,608,985 | 12,288,574 | 84,453,338 | 99,452,072 | 84,604,272 |
| Total program revenues | <u>11,064,323</u> | <u>11,967,057</u> | <u>13,454,934</u> | <u>84,859,610</u> | <u>99,540,498</u> | <u>84,808,497</u> |
| Net (Expense)/Revenue | <u>(53,189,276)</u> | <u>(54,870,464)</u> | <u>(55,768,421)</u> | <u>(17,823,502)</u> | <u>54,387,054</u> | <u>44,883,802</u> |
| General Revenues and Other Changes in Net Assets: | | | | | | |
| Taxes: | | | | | | |
| Ad valorem taxes levied for general purposes | 8,383,958 | 9,228,387 | 10,439,273 | 7,314,483 | 7,889,069 | 7,987,643 |
| Ad valorem taxes levied for debt service purposes | 3,029,017 | 2,867,588 | 3,031,077 | 2,918,388 | 2,945,310 | 2,752,633 |
| Sales taxes levied for salaries, benefits and general purposes | 14,981,124 | 15,130,078 | 15,575,128 | 10,513,823 | 11,498,157 | 11,814,389 |
| State revenue sharing | 345,061 | 335,734 | 343,980 | 348,304 | 347,404 | 343,058 |
| Grants and contributions not restricted to specific programs | 28,910,271 | 29,787,151 | 29,883,503 | 19,552,108 | 14,317,022 | 18,489,664 |
| Interest earnings | 18,319 | 143,188 | 347,708 | 842,842 | 1,838,587 | 1,848,756 |
| Other | <u>657,245</u> | <u>481,420</u> | <u>1,249,188</u> | <u>5,082,129</u> | <u>16,653</u> | <u>3,782,953</u> |
| Total | <u>56,544,995</u> | <u>57,823,544</u> | <u>60,879,816</u> | <u>46,571,857</u> | <u>38,933,182</u> | <u>44,979,798</u> |
| Impairment Loss Due to Hurricane Katrina | - | - | - | (15,252,492) | - | - |
| Change in Net Assets | <u>3,355,719</u> | <u>3,253,080</u> | <u>4,911,395</u> | <u>13,695,663</u> | <u>93,320,238</u> | <u>89,873,396</u> |

Notes: GASB Statement No. 34 was implemented for the year ended June 30, 2003

NOTE: The district adopted GASB 34 in fiscal year 2003 and thus only six years of government wide information is available.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Fund Balances of Governmental Funds
1999-2008
(Unaudited)

| | <u>1999</u> | <u>2000</u> | <u>2001</u> | <u>2002</u> |
|------------------------------------|-------------------|-------------------|------------------|------------------|
| General Fund: | | | | |
| Reserved | 302,439 | 121,061 | 473,655 | 712,932 |
| Unreserved | <u>1,890,239</u> | <u>989,572</u> | <u>2,096,765</u> | <u>3,698,450</u> |
| Total general fund | <u>2,192,678</u> | <u>1,110,633</u> | <u>2,570,420</u> | <u>4,411,382</u> |
| All Other Governmental Funds: | | | | |
| Reserved: | 8,496,392 | 6,400,931 | 4,126,088 | 3,806,895 |
| Unreserved, reported in: | | | | |
| Special revenue funds | 39,394 | 3,288 | 1,370 | 65,709 |
| Capital projects funds | 10,561,372 | 5,818,680 | 3,118,836 | 2,385,919 |
| Premanent fund | <u>28,400</u> | <u>41,395</u> | <u>52,737</u> | <u>71,866</u> |
| Total all other governmental funds | <u>19,125,558</u> | <u>12,264,294</u> | <u>7,299,031</u> | <u>6,330,389</u> |

TABLE 3

| <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> |
|------------------|------------------|-------------------|-------------------|-------------------|-------------------|
| 555,041 | 880,486 | 1,078,795 | 4,710,331 | 3,034,320 | 1,344,650 |
| <u>5,305,010</u> | <u>7,081,774</u> | <u>9,596,529</u> | <u>30,867,021</u> | <u>19,294,355</u> | <u>18,501,430</u> |
| <u>5,860,051</u> | <u>7,962,260</u> | <u>10,675,324</u> | <u>35,577,352</u> | <u>22,328,675</u> | <u>19,846,080</u> |
| 3,172,880 | 2,935,371 | 2,336,620 | 3,700,460 | 3,194,954 | 18,013,059 |
| 123,498 | 113,784 | 89,728 | (14,842,507) | 6,163,289 | 849,333 |
| 2,576,904 | 3,048,317 | 3,661,921 | 23,391,217 | 66,150,741 | 79,210,880 |
| <u>75,740</u> | <u>110,282</u> | <u>130,737</u> | <u>144,945</u> | <u>150,852</u> | <u>153,982</u> |
| <u>5,949,022</u> | <u>6,207,754</u> | <u>6,219,006</u> | <u>12,394,115</u> | <u>75,659,836</u> | <u>98,227,254</u> |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Changes in Fund Balances of Governmental Funds
1999-2008
(Unaudited)

| | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 |
|--|---------------------|--------------------|--------------------|-------------------|--------------------|--------------------|
| Revenues: | | | | | | |
| Ad valorem taxes | \$ 5,455,771 | \$ 5,613,013 | \$ 9,584,248 | \$10,260,892 | \$11,422,975 | \$12,095,973 |
| Sales & use taxes | 12,521,722 | 12,872,106 | 13,236,538 | 14,787,134 | 14,991,124 | 15,130,078 |
| Royalties and leases | 177,820 | 171,456 | 179,470 | 213,887 | 225,017 | 250,298 |
| Tuition | 550,576 | 559,257 | 559,099 | 532,130 | 711,197 | 651,325 |
| Food services income | 446,857 | 449,173 | 434,924 | 433,071 | 512,936 | 506,747 |
| Interest earnings | 1,510,623 | 1,325,885 | 511,362 | 330,619 | 155,805 | 143,188 |
| Other revenues | 515,402 | 458,426 | 748,010 | 687,588 | 585,161 | 509,876 |
| Total revenues from local sources | <u>21,178,371</u> | <u>21,449,316</u> | <u>25,253,671</u> | <u>27,445,321</u> | <u>28,584,217</u> | <u>29,287,485</u> |
| Revenues from state sources: | | | | | | |
| Equalization | 25,005,600 | 24,294,008 | 25,131,932 | 27,160,723 | 28,910,271 | 29,757,151 |
| Other | <u>2,574,604</u> | <u>1,978,442</u> | <u>1,900,408</u> | <u>2,042,423</u> | <u>1,962,173</u> | <u>2,030,182</u> |
| Total revenues from state sources | <u>27,580,204</u> | <u>26,272,450</u> | <u>27,032,340</u> | <u>29,203,146</u> | <u>30,892,444</u> | <u>31,787,343</u> |
| Revenue from federal sources | <u>5,326,520</u> | <u>6,471,573</u> | <u>6,098,525</u> | <u>6,775,403</u> | <u>8,131,555</u> | <u>9,114,527</u> |
| Total Revenues | <u>54,085,095</u> | <u>54,193,339</u> | <u>58,384,536</u> | <u>63,423,870</u> | <u>67,608,216</u> | <u>70,189,356</u> |
| Expenditures: | | | | | | |
| Current: | | | | | | |
| Regular Instructional Programs | 21,531,824 | 22,186,803 | 22,791,411 | 27,027,871 | 28,994,862 | 30,266,125 |
| Special Instructional Programs | 8,839,883 | 9,144,729 | 9,202,407 | 7,699,919 | 8,301,505 | 8,204,017 |
| Adult and Community College Programs | 185,017 | 146,450 | 182,701 | 223,015 | 293,298 | 309,783 |
| Student Support Services | 2,220,281 | 2,317,143 | 2,814,568 | 3,090,721 | 3,237,051 | 3,273,424 |
| Instructional Staff Support Services | 2,820,207 | 3,157,589 | 3,142,597 | 3,138,555 | 3,289,429 | 3,557,710 |
| General Administration Services | 827,583 | 885,434 | 1,007,440 | 1,131,200 | 1,258,179 | 1,206,281 |
| School Administration Services | 2,750,447 | 2,523,565 | 2,810,702 | 2,920,792 | 3,137,505 | 3,283,960 |
| Business Services | 340,849 | 338,114 | 410,091 | 459,587 | 478,572 | 492,027 |
| Plant Services | 4,185,154 | 4,373,251 | 4,525,590 | 4,737,998 | 5,156,520 | 5,437,971 |
| Student Transportation Services | 2,519,635 | 2,516,776 | 2,628,602 | 2,713,313 | 2,935,308 | 3,295,716 |
| Central Services | 668,071 | 373,138 | 383,660 | 373,375 | 401,253 | 615,726 |
| Food Services | 2,952,409 | 3,061,872 | 3,078,932 | 3,254,460 | 3,487,876 | 3,681,468 |
| Community Services | 3,681 | 4,100 | 4,100 | 4,100 | 4,100 | 4,100 |
| Capital Outlay | 11,807,276 | 7,744,858 | 5,425,400 | 2,311,839 | 2,186,396 | 1,014,782 |
| Debt Service: | | | | | | |
| Principal | 2,803,000 | 1,513,000 | 1,607,000 | 1,689,000 | 1,789,000 | 1,685,917 |
| Interest | <u>2,092,303</u> | <u>1,882,819</u> | <u>1,809,010</u> | <u>1,695,254</u> | <u>1,580,036</u> | <u>1,491,552</u> |
| Total Expenditures | <u>66,347,630</u> | <u>62,149,843</u> | <u>61,824,211</u> | <u>62,470,789</u> | <u>66,530,890</u> | <u>67,820,559</u> |
| Excess of revenues over (under) expenditures | <u>(12,262,535)</u> | <u>(7,956,304)</u> | <u>(3,439,675)</u> | <u>953,071</u> | <u>1,077,326</u> | <u>2,368,796</u> |
| Other Financing Sources (Uses): | | | | | | |
| Sale of equipment | 1,707 | - | 9,342 | 120 | 7,665 | 2,305 |
| Insurance proceeds from loss | - | - | - | - | - | 21,848 |
| Settlements | - | - | - | - | - | - |
| Proceeds from sale of bonds | 1,445,000 | - | - | - | - | 14,370,000 |
| Premium on refunding bond issue | - | - | - | - | - | 1,124,034 |
| Proceeds from certificates of indebtedness | 335,000 | - | - | - | - | - |
| Proceeds from Community Disaster Loan | - | - | - | - | - | - |
| Payment to Escrow Agent | - | - | - | - | - | (15,443,961) |
| Bond Issuance Costs | - | - | - | - | - | (42,748) |
| Operating transfers in | 96,651 | 84,029 | 441,195 | 670,250 | 1,755,698 | 1,276,735 |
| Operating Transfers Out | <u>(115,908)</u> | <u>(84,029)</u> | <u>(527,681)</u> | <u>(770,250)</u> | <u>(1,762,261)</u> | <u>(1,331,068)</u> |
| Total other financing sources (uses) | <u>1,762,450</u> | <u>-</u> | <u>(77,144)</u> | <u>(99,880)</u> | <u>1,102</u> | <u>(22,855)</u> |
| Net change in fund balances | <u>(10,500,085)</u> | <u>(7,956,304)</u> | <u>(3,516,819)</u> | <u>853,191</u> | <u>1,078,428</u> | <u>2,345,941</u> |
| Debt service as a percentage of non-capital expenditures | 8.6% | 6.2% | 6.1% | 5.6% | 5.2% | 4.8% |

TABLE 4

| <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> |
|-------------------|--------------------|--------------------|--------------------|
| \$13,470,350 | \$10,232,851 | \$ 10,814,379 | \$ 10,720,776 |
| 15,575,128 | 10,513,823 | 11,486,157 | 11,814,389 |
| 652,604 | 227,736 | 176,173 | 93,208 |
| 841,530 | 369,752 | 15,024 | 24,370 |
| 514,830 | 36,520 | 73,402 | 179,855 |
| 347,706 | 842,642 | 1,939,587 | 1,848,756 |
| 670,039 | 2,123,075 | 3,140,898 | 3,669,745 |
| <u>31,872,187</u> | <u>24,346,399</u> | <u>27,655,800</u> | <u>28,351,099</u> |
| 29,693,503 | 19,552,108 | 14,317,022 | 16,489,864 |
| 1,880,156 | 4,033,434 | 1,582,989 | 7,212,848 |
| <u>31,573,659</u> | <u>23,585,542</u> | <u>15,899,991</u> | <u>23,702,712</u> |
| <u>10,748,600</u> | <u>93,499,526</u> | <u>94,918,089</u> | <u>77,734,482</u> |
| <u>74,194,446</u> | <u>141,431,467</u> | <u>139,473,660</u> | <u>129,788,293</u> |
| 32,661,319 | 15,356,935 | 24,424,490 | 32,351,380 |
| 8,268,582 | 2,517,983 | 3,218,681 | 4,761,535 |
| 332,982 | 135,779 | 217,576 | 220,705 |
| 3,434,458 | 1,301,108 | 2,173,854 | 2,699,714 |
| 3,941,388 | 2,008,824 | 2,976,940 | 3,008,610 |
| 1,369,402 | 1,035,724 | 1,101,625 | 1,177,601 |
| 3,445,987 | 1,538,730 | 1,794,200 | 2,353,727 |
| 498,216 | 394,423 | 478,948 | 592,041 |
| 5,829,612 | 74,565,523 | 6,912,858 | 4,318,326 |
| 3,258,394 | 3,274,888 | 4,498,891 | 3,375,116 |
| 440,981 | 402,233 | 490,258 | 551,583 |
| 3,758,046 | 1,690,984 | 2,614,452 | 2,744,875 |
| 4,100 | 4,100 | 4,100 | 4,100 |
| 507,028 | 29,331,189 | 38,507,707 | 71,000,175 |
| 1,975,000 | 2,045,000 | 2,155,000 | 2,245,000 |
| 1,248,752 | 1,030,321 | 1,034,638 | 941,450 |
| <u>70,974,239</u> | <u>136,633,484</u> | <u>92,602,019</u> | <u>132,343,742</u> |
| <u>3,220,207</u> | <u>4,787,983</u> | <u>45,871,661</u> | <u>(2,555,448)</u> |
| 6,237 | 178,222 | - | - |
| - | 22,172,177 | 1,200,000 | 23,000,000 |
| - | - | 3,342,083 | - |
| 7,755,000 | - | - | - |
| 357,015 | - | - | - |
| - | - | - | - |
| - | 4,524,325 | - | - |
| (8,352,611) | - | - | - |
| (157,102) | - | - | - |
| 1,345,108 | 6,029,046 | 38,040,637 | 31,853,712 |
| (1,449,538) | (6,529,046) | (38,437,337) | (32,213,440) |
| <u>(495,891)</u> | <u>26,374,724</u> | <u>4,145,383</u> | <u>22,640,272</u> |
| <u>2,724,316</u> | <u>31,172,707</u> | <u>50,017,044</u> | <u>20,084,823</u> |
| 4.6% | 2.9% | 5.8% | 5.2% |

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Assessed and Estimated Actual Value of Taxable Property
 1999-2008
 (Unaudited)

| YEAR ENDED JUNE 30 | LAND AND IMPROVEMENTS (1) | | OTHER PROPERTY (2) | |
|-----------------------|---------------------------|------------------------------|--------------------|------------------------------|
| | ASSESSED VALUE | ESTIMATED ACTUAL VALUE | ASSESSED VALUE | ESTIMATED ACTUAL VALUE |
| 1999 | 161,848,154 | 1,618,481,540 | 125,285,722 | 767,462,627 |
| 2000 | 167,844,293 | 1,678,442,930 | 129,274,897 | 793,553,127 |
| 2001 | 177,316,839 | 1,773,168,390 | 133,379,760 | 818,951,726 |
| 2002 | 180,204,693 | 1,802,046,930 | 140,965,112 | 869,172,270 |
| 2003 | 186,715,064 | 1,867,150,640 | 164,770,363 | 987,798,367 |
| 2004 | 192,470,245 | 1,924,702,450 | 178,976,008 | 1,052,800,035 |
| 2005 | 200,804,349 | 2,008,043,490 | 185,357,860 | 1,090,340,353 |
| 2006 | 102,277,434 | 1,022,774,340 | 173,925,041 | 1,023,088,467 |
| 2007 | 102,525,465 | 1,025,254,650 | 174,734,920 | 1,027,852,471 |
| 2008 | 87,471,257 | 874,712,570 | 178,911,263 | 1,071,273,860 |

- (1) Land and Improvements are assessed at 10% of estimated actual value.
- (2) Public Service Properties are assessed at 25% of estimated actual value.
 All other properties are assessed at 15% of estimated actual value.
- (3) A Homestead Exemption is allowed for up to \$7,500 of the assessed value of the taxpayer's principal residence.

Source: St. Bernard Parish Assessor's Office

TABLE 5

| <u>EXEMPTIONS (3)</u> <u>LAND AND IMPROVEMENTS</u> | <u>TOTAL DIRECT TAX RATE</u> | <u>TOTAL</u> | | <u>RATIO OF TOTAL ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE</u> |
|---|------------------------------|-----------------------|-------------------------------|--|
| | | <u>ASSESSED VALUE</u> | <u>ESTIMATED ACTUAL VALUE</u> | |
| 105,284,955 | 31.00 | 181,848,921 | 2,385,944,167 | 7.62% |
| 106,641,807 | 29.25 | 190,477,383 | 2,471,996,057 | 7.71% |
| 109,200,217 | 48.25 | 201,496,382 | 2,592,120,116 | 7.77% |
| 110,426,007 | 48.23 | 210,743,798 | 2,671,219,200 | 7.89% |
| 111,287,009 | 48.09 | 240,198,418 | 2,854,949,007 | 8.41% |
| 112,131,987 | 46.25 | 259,314,264 | 2,977,502,485 | 8.71% |
| 113,253,307 | 45.50 | 272,908,902 | 3,098,383,843 | 8.81% |
| 60,927,308 | 49.00 | 215,275,167 | 2,045,862,807 | 10.52% |
| 55,882,439 | 49.00 | 221,377,946 | 2,053,107,121 | 10.78% |
| 36,117,327 | 47.50 | 230,265,193 | 1,945,986,430 | 11.83% |

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ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

TABLE 8

Overlapping Governments
 1999-2008
 (Unaudited)

| YEAR ENDED JUNE 30 | SCHOOL DISTRICT DIRECT RATE | | | OVERLAPPING RATES | | TOTAL DIRECT OVERLAPPING RATES |
|-----------------------|-----------------------------|-------------------------|-------------------------|-------------------------------------|-------------------|--------------------------------------|
| | OPERATING MILLAGE | DEBT SERVICE MILLAGE | TOTAL SCHOOL MILLAGE | ST. BERNARD PARISH GOVERNMENT | OTHER ENTITIES | |
| 1999 | 18.00 | 15.00 | 31.00 | 21.77 | 30.29 | 83.06 |
| 2000 | 18.00 | 13.25 | 29.25 | 21.27 | 29.94 | 80.46 |
| 2001 | 35.00 | 13.25 | 48.25 | 21.80 | 30.33 | 100.18 |
| 2002 | 35.00 | 13.23 | 48.23 | 21.10 | 35.33 | 104.88 |
| 2003 | 35.00 | 13.09 | 48.09 | 21.10 | 35.83 | 105.02 |
| 2004 | 35.00 | 11.25 | 46.25 | 20.95 | 34.59 | 101.88 |
| 2005 | 35.00 | 9.30 | 44.30 | 20.09 | 35.53 | 99.92 |
| 2006 | 35.00 | 14.00 | 49.00 | 19.93 | 34.81 | 103.54 |
| 2007 | 35.00 | 14.00 | 49.00 | 19.88 | 34.86 | 103.54 |
| 2008 | 35.00 | 12.50 | 47.50 | 19.18 | 35.11 | 101.79 |

Source: St. Bernard Parish Assessor's Office

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Principal Property Taxpayers
 June 30 2008 and Nine Years Ago
 (Unaudited)

| TAXPAYER | TYPE OF BUSINESS | FISCAL YEAR 2008 | | |
|---------------------------------|--------------------|----------------------------|------|----------------------------------|
| | | TAXABLE ASSESSED VALUATION | RANK | PERCENTAGE OF ASSESSED VALUATION |
| Chalmette Refining | Oil and Gas | \$68,934,463 | 1 | 25.88% |
| Murphy Oil | Oil and Gas | 37,031,507 | 2 | 13.90% |
| Colonial Pipeline Co. | Oil and Gas | 17,357,960 | 3 | 6.51% |
| Entergy Louisiana, Inc. | Electric Utility | 9,440,900 | 4 | 3.54% |
| Southern Natural Gas | Gas Utility | 8,567,980 | 5 | 3.22% |
| American Sugar / Domino | Sugar Refinery | 7,516,219 | 6 | 2.82% |
| Cil Carbon, LLC | Refinery | 3,960,890 | 7 | 1.49% |
| Capital One Bank | Financial Services | 3,902,921 | 8 | 1.47% |
| Bellsouth | Telephone Utility | 3,419,606 | 9 | 1.28% |
| Regions Bank | Financial Services | 3,097,160 | 10 | 1.16% |
| Shell | Oil and Gas | - | | - |
| Total Minatome Corporation | Oil and Gas | - | | - |
| First National Bank of Commerce | Financial Services | - | | - |
| Totals | | <u>\$163,229,606</u> | | <u>61.27%</u> |

Source: St. Bernard Parish Assessor's Office

TABLE 7

| FISCAL YEAR 1999 | | |
|----------------------------------|------|--|
| TAXABLE ASSESSED VALUATION | RANK | PERCENTAGE OF ASSESSED VALUATION |
| \$41,514,371 | 1 | 14.46% |
| 18,652,884 | 2 | 6.50% |
| - | - | - |
| 6,506,650 | 4 | 2.27% |
| 5,439,490 | 7 | 1.89% |
| 6,443,293 | 5 | 2.24% |
| - | - | - |
| 3,886,865 | 8 | 1.35% |
| 6,168,609 | 6 | 2.15% |
| - | - | - |
| 7,500,316 | 3 | 2.61% |
| 3,664,044 | 9 | 1.28% |
| 3,201,023 | 10 | 1.11% |
| <u>102,977,545</u> | | <u>54.76%</u> |

Property Tax Levies and Collections
1999-2008
(Unaudited)

| YEAR ENDED <u>JUNE 30</u> | TAX MILLAGE | | TAXES LEVIED (1) | TAXES COLLECTED | PERCENTAGE OF LEVY |
|------------------------------|----------------|---|---------------------|--------------------|-----------------------|
| 1999 | 31.00 | 1 | 5,835,382 | 5,455,771 | 96.81% |
| 2000 | 29.25 | 2 | 5,571,463 | 5,613,013 | 100.75% |
| 2001 | 48.25 | 3 | 9,616,432 | 9,584,248 | 99.67% |
| 2002 | 48.23 | 4 | 10,164,173 | 10,260,892 | 100.95% |
| 2003 | 48.09 | 5 | 11,545,393 | 11,412,471 | 98.85% |
| 2004 | 46.25 | 6 | 12,259,649 | 12,095,973 | 98.66% |
| 2005 | 44.30 | 7 | 13,470,350 | 13,470,350 | 100.00% |
| 2006 | 49.00 | 8 | 10,542,635 | 10,232,851 | 97.06% |
| 2007 | 49.00 | 9 | 10,841,667 | 10,614,379 | 98.75% |
| 2007 | 47.50 | | 11,147,513 | 10,720,778 | 96.17% |

| Recap of Tax Millage per \$1,000 of assessed value | | | | | | | | | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| General Fund | 16.00 | 16.00 | 35.00 | 35.00 | 35.00 | 35.00 | 35.00 | 35.00 | 35.00 |
| Debt Service | <u>15.00</u> | <u>13.25</u> | <u>13.25</u> | <u>13.23</u> | <u>13.09</u> | <u>11.25</u> | <u>9.30</u> | <u>14.00</u> | <u>12.50</u> |
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| Total | <u>31.00</u> | <u>29.25</u> | <u>48.25</u> | <u>48.23</u> | <u>48.09</u> | <u>46.25</u> | <u>44.30</u> | <u>49.00</u> | <u>47.50</u> |

(1) Figures provided by the St. Bernard Parish Assessor's Office.
Some of the assessed properties are exempted from this tax millage.
But since these exempt properties are not identifiable by the School
Board their values remain in the Taxable Assessed amount.

Source: St. Bernard Parish Assessor's Office

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ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Ratios of Outstanding Debt by Type
 1999-2008
 (Unaudited)

| <u>YEAR ENDED JUNE 30</u> | <u>ESTIMATED POPULATION (1)</u> | <u>NUMBER OF STUDENTS</u> | <u>GENERAL OBLIGATION BONDS</u> |
|-------------------------------|-------------------------------------|-------------------------------|---|
| 1999 | 67,264 | 8,875 | \$30,635,000 |
| 2000 | 66,903 | 8,648 | 29,550,000 |
| 2001 | 67,229 | 8,447 | 28,405,000 |
| 2002 | 66,473 | 8,412 | 27,200,000 |
| 2003 | 66,486 | 8,383 | 25,925,000 |
| 2004 | 66,113 | 8,495 | 24,905,000 |
| 2005 | 65,972 | 8,433 | 23,310,000 |
| 2006 | 25,489 * | 2,460 * | 21,755,000 |
| 2007 | 25,592 | 3,816 | 20,115,000 |
| 2008 | 25,826 | 4,405 | 18,400,000 |

* Enrollment and population decreases due to devastation caused by Hurricane Katrina.

** Current information unavailable.

(1) Source: Louisiana Technical University

(2) Source: St. Bernard Parish Assessor's Office

TABLE 9

| <u>SALES TAX BONDS</u> | <u>TOTAL BONDS OUTSTANDING</u> | <u>PERCENTAGE OF PERSONAL INCOME</u> | <u>NET BONDED DEBT PER CAPITA</u> | <u>NET BONDED DEBT PER STUDENT</u> |
|--------------------------------|--|--|---|--|
| \$5,435,000 | \$ 36,070,000 | 2.57% | \$ 536 | \$ 4,064 |
| 5,070,000 | 34,620,000 | 2.47% | 517 | 4,003 |
| 4,675,000 | 33,080,000 | 2.32% | 492 | 3,916 |
| 4,260,000 | 31,460,000 | 2.31% | 473 | 3,740 |
| 3,820,000 | 29,745,000 | 1.85% | 447 | 3,548 |
| 3,360,000 | 28,265,000 | 1.67% | 428 | 3,327 |
| 2,660,000 | 25,970,000 | 1.09% | 394 | 3,080 |
| 2,170,000 | 23,925,000 | 2.61% | 939 | 9,726 |
| 1,655,000 | 21,770,000 | 3.08% | 851 | 5,705 |
| 1,125,000 | 19,525,000 | ** | 756 | 4,432 |

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

Ratios of General Obligation Bonded Debt Outstanding
 1999-2008
 (Unaudited)

| <u>YEAR ENDED JUNE 30</u> | <u>ESTIMATED POPULATION (1)</u> | <u>ASSESSED VALUE OF TAXABLE PROPERTY (2)</u> | <u>GENERAL OBLIGATION BONDS</u> |
|-------------------------------|-------------------------------------|---|---|
| 1999 | 67,264 | \$ 181,848,921 | \$ 30,635,000 |
| 2000 | 66,903 | 190,477,383 | 29,550,000 |
| 2001 | 67,229 | 201,496,382 | 28,405,000 |
| 2002 | 66,473 | 210,743,798 | 27,200,000 |
| 2003 | 66,486 | 240,198,418 | 25,925,000 |
| 2004 | 66,113 | 259,314,264 | 24,905,000 |
| 2005 | 65,972 | 272,908,902 | 23,310,000 |
| 2006 | 25,489 * | 215,275,167 | 21,755,000 |
| 2007 | 25,592 | 221,377,946 | 20,115,000 |
| 2008 | 25,826 | 266,382,520 | 18,400,000 |

* Enrollment and population decreases due to devastation caused by Hurricane Katrina.

(1) Source: Louisiana Technical University

(2) Source: St. Bernard Parish Assessor's Office

TABLE 10

| <u>LESS: AMOUNTS AVAILABLE IN DEBT SERVICE FUNDS</u> | | <u>NET GENERAL OBLIGATION BONDS</u> | <u>RATIO OF NET BONDED DEBT TO ASSESSED VALUE</u> | <u>NET BONDED DEBT PER CAPITA</u> |
|--|-----------|---|---|---|
| \$ | 1,152,904 | \$ 29,482,096 | 16.21% | \$ 438 |
| | 944,462 | 28,605,538 | 15.02% | 428 |
| | 839,040 | 27,565,960 | 13.68% | 410 |
| | 839,522 | 26,360,478 | 12.51% | 397 |
| | 1,133,210 | 24,791,790 | 10.32% | 373 |
| | 1,399,346 | 23,505,654 | 9.06% | 356 |
| | 1,629,542 | 21,680,458 | 7.94% | 329 |
| | 1,991,119 | 19,763,881 | 9.18% | 775 |
| | 2,333,476 | 17,781,524 | 8.03% | 695 |
| | 2,463,376 | 15,936,624 | 5.98% | 617 |

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

TABLE 11

Computation of Direct and Underlying Bonded Debt
General Obligation Bonds
June 30, 2007
(Unaudited)

| <u>Jurisdiction</u> | <u>General Obligation Bonded Debt Outstanding</u> | <u>Percentage Applicable to Government</u> | <u>Amount Applicable to Government</u> | <u>Total Assessed Valuation of Property Applicable to Bonded Debt (1)</u> |
|----------------------------------|---|--|--|---|
| <i>Direct:</i> | | | | |
| St. Bernard Parish School Board | \$18,400,000 | 100% | \$18,400,000 | \$266,382,520 |
| <i>Underlying:</i> | | | | |
| Parish of St. Bernard | 675,000 | 100% | 675,000 | 266,382,520 |
| Lake Borgne Basin Levee District | <u>640,000</u> | 100% | <u>640,000</u> | 266,382,520 |
| Total Underlying Debt | <u>1,315,000</u> | | <u>1,315,000</u> | |
| Total | <u>\$19,715,000</u> | | <u>\$19,715,000</u> | |

(1) Taxable assessed value of property subject to School Board's assessment - \$230,115,000

Source: Respective Government Entities

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ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Legal Debt Margin Information
June 30, 2008
(Unaudited)

| | <u>1999</u> | <u>2000</u> | <u>2001</u> | <u>2002</u> |
|--|----------------------|----------------------|----------------------|----------------------|
| Debt Limit | \$ 100,496,857 | \$ 103,991,717 | \$ 108,743,810 | \$ 112,409,432 |
| Total net debt applicable to limit | <u>29,482,096</u> | <u>28,605,538</u> | <u>26,894,600</u> | <u>25,479,199</u> |
| Legal debt margin | <u>\$ 71,014,761</u> | <u>\$ 75,386,179</u> | <u>\$ 81,849,210</u> | <u>\$ 86,930,233</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 29.34% | 27.51% | 24.73% | 22.67% |

Legal Debt Margin for Fiscal Year 2008:

Assessed Valuation:

| | |
|---|----------------------|
| Taxable Assessed Value | \$230,265,193 |
| Add: Exempt Property (Homestead Exemptions) | <u>36,117,327</u> |
| Total Assessed Value | <u>\$266,382,520</u> |

Legal Debt Margin:

| | |
|---|--------------|
| Debt Limitation - 35% of Total Assessed Value | \$93,233,882 |
|---|--------------|

Debt Applicable to Limitation:

| | |
|--------------------------------------|--------------|
| Total General Obligation Bonded Debt | \$18,400,000 |
|--------------------------------------|--------------|

| | |
|--|------------------|
| Less: Amount Available for Repayment of General Obligation Bonds | <u>3,122,815</u> |
|--|------------------|

| | |
|--|-------------------|
| Total General Obligation Debt Applicable to Limitation | <u>15,277,185</u> |
|--|-------------------|

| | |
|-------------------|---------------------|
| Legal Debt Margin | <u>\$77,956,697</u> |
|-------------------|---------------------|

Source : St. Bernard Parish Assessor

TABLE 12

| <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> |
|----------------------|-----------------------|-----------------------|----------------------|----------------------|----------------------|
| \$ 123,019,899 | \$ 130,006,188 | \$ 135,156,773 | \$ 96,670,866 | \$ 97,041,135 | \$ 93,233,882 |
| <u>24,791,790</u> | <u>23,505,654</u> | <u>21,680,458</u> | <u>19,802,905</u> | <u>17,781,524</u> | <u>15,277,185</u> |
| <u>\$ 98,228,109</u> | <u>\$ 106,500,534</u> | <u>\$ 113,476,315</u> | <u>\$ 76,867,961</u> | <u>\$ 79,259,611</u> | <u>\$ 77,956,697</u> |
| 20.15% | 18.08% | 16.04% | 20.48% | 18.32% | 16.39% |

Demographic and Economic Statistics
 1999-2008
 (Unaudited)

| <u>FISCAL YEAR</u> | <u>POPULATION (1)</u> | <u>PERSONAL INCOME</u> | <u>PER CAPITA INCOME (2)</u> | <u>PUBLIC SCHOOL ENROLLMENT (3)</u> |
|--------------------|-----------------------|----------------------------|--------------------------------------|---|
| 1999 | 67,264 | \$ 1,405,817,600 | \$ 20,900 | 8,875 |
| 2000 | 66,903 | 1,420,952,817 | 21,239 | 8,648 |
| 2001 | 67,229 | 1,426,196,006 | 21,214 | 8,447 |
| 2002 | 66,473 | 1,364,225,379 | 20,523 | 8,412 |
| 2003 | 66,486 | 1,603,575,834 | 24,119 | 8,383 |
| 2004 | 66,113 | 1,693,815,060 | 25,620 | 8,495 |
| 2005 | 65,972 | 2,391,155,140 | 54,810 | 8,433 |
| 2006 | 25,489 | 916,049,171 | 35,939 | 2,460 |
| 2007 | 25,592 | 705,878,544 | 27,582 | 3,816 |
| 2008 | 25,826 | * | * | 4,405 |

* Information not yet available

(1) Estimated population as of December 31 of Fiscal Year.

(2) Source: Bureau of Labor Statistics, Survey of Current Business.

(3) Source: Louisiana Annual Financial and Statistical Report.

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ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

School Personnel
 2002-2008
 (Unaudited)

| | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> |
|------------------------------------|-------------|-------------|-------------|-------------|-------------|
| Teachers: | | | | | |
| Less than a Bachelor's degree | 2 | 2 | 2 | 2 | - |
| Bachelor | 433 | 450 | 451 | 450 | 50 |
| Master | 138 | 152 | 145 | 153 | 26 |
| Master + 30 | 43 | 44 | 40 | 37 | 6 |
| Specialist in Education | - | - | - | - | - |
| Ph.D or Ed.D | <u>2</u> | <u>3</u> | <u>3</u> | <u>1</u> | <u>-</u> |
| Total | 618 | 651 | 641 | 643 | 82 |
| Principals & Assistant Principals: | | | | | |
| Bachelor | 0 | 0 | 0 | 0 | 0 |
| Master | 18 | 20 | 23 | 26 | 11 |
| Master + 30 | 14 | 13 | 12 | 10 | 9 |
| Specialist in Education | - | - | - | - | - |
| Ph.D or Ed.D | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total | 32 | 33 | 35 | 36 | 20 |

Source: Agreed upon procedures report on performance and statistical data accompanying the financial statements.

Notes:

(1) The agreed upon procedures report on performance and statistical data is available only for the fiscal years ended June 30 2002 through 2008.

TABLE 14

| <u>2007</u> | <u>2008</u> |
|-------------|-------------|
| 1 | 1 |
| 151 | 224 |
| 47 | 58 |
| 16 | 16 |
| - | - |
| <u>1</u> | <u>1</u> |
| 216 | 298 |
| 0 | 0 |
| 11 | 12 |
| 7 | 6 |
| - | - |
| <u>-</u> | <u>-</u> |
| 18 | 18 |

Operating Statistics
 2003-2008
 (Unaudited)

| <u>YEAR ENDED JUNE 30</u> | <u>EXPENSES</u> | <u>(1) ENROLLMENT</u> | <u>COST PER PUPIL</u> | <u>PERCENTAGE CHANGE</u> | <u>TEACHING STAFF</u> | <u>PUPIL/ TEACHER RATIO</u> |
|-------------------------------|-----------------|-----------------------|---------------------------|------------------------------|---------------------------|-------------------------------------|
| 2003 | \$ 64,253,599 | 8,383 | \$ 7,665 | 0.00% | 651 | 14.07 |
| 2004 | 66,637,521 | 8,495 | 7,844 | 2.34% | 641 | 13.86 |
| 2005 | 69,223,355 | 8,433 | 8,209 | 4.64% | 643 | 13.69 |
| 2006 | 112,483,112 (2) | 2,460 | 45,725 | 457.03% | 82 | 24.5 |
| 2007 | 45,153,444 | 3,816 | 11,833 | -74.12% | 216 | 23.32 |
| 2008 | 40,114,895 | 4,405 | 9,107 | -23.04% | 298 | N/A |

(1) The district adopted GASB 34 in fiscal year 2003 thus only six years of data is available.

(2) Expenses include FEMA related cleanup costs following Hurricane Katrina.

ST. BERNARD PARISH SCHOOL BOARD
 Chalmette, Louisiana

TABLE 16

Schedule of Insurance in Force
 June 30, 2008
 (Unaudited)

| TYPE OF COVERAGE/ NAME OF COMPANY | POLICY PERIOD | | DETAILS OF COVERAGE | COVERAGE LIMITS | PREMIUM |
|---|---------------|-----------|--|----------------------------|------------|
| | FROM | TO | | | |
| Property Damage AWAC | 4/1/2008 | 4/1/2009 | Blanket coverage- all property \$1,000,000 deductible. | \$ 5,000,000 | \$ 245,968 |
| Lloyds of London | 4/1/2008 | 4/1/2009 | Excess of \$5,000,000 | 10,000,000 | \$ 525,000 |
| Westchester | 4/1/2008 | 4/1/2009 | Excess of \$15,000,000 | 5,000,000 | \$ 125,000 |
| RSUI Indemnity Co. | 4/1/2008 | 4/1/2009 | Excess of \$20,000,000 | | \$ 38,541 |
| General Liability LARMA | 10/1/2007 | 10/1/2008 | All property and employees. \$25,000 deductible per occurrence. | \$1,000,000 per occurrence | \$ 47,573 |
| Auto/Fleet LARMA | 10/1/2007 | 10/1/2008 | All vehicles | \$ 1,000,000 | \$ 104,692 |
| Educator's Legal Liability | 10/1/2007 | 10/1/2008 | Errors and Omissions coverage \$25,000 deductible. | \$ 1,000,000 | \$ 9,797 |
| Worker's Compensation Midwest Employers Casualty | 6/30/2008 | 6/30/2009 | Excess Coverage. \$300,000 self insurance retention | \$ 1,000,000 | \$ 22,137 |

Source : Respective insurance providers.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

TABLE 17

Schedule of Compensation Paid to Board Members
For the Year Ended June 30, 2008
With Comparative Totals for the Year Ended June 30, 2007
(Unaudited)

| | <u>2007</u> | <u>2008</u> |
|---|-----------------|-----------------|
| Herman J. Bonnette, Sr. | \$7,200 | \$7,200 |
| Donald D. Campbell | 7,200 | 7,200 |
| Hugh C. Craft - President (from 1/2008) | 7,200 | 7,500 |
| Lynette Difatta | 7,200 | 7,200 |
| Diana B. Dysart - President (through 12/2007) | 7,800 | 7,500 |
| William H. Egan | 7,200 | 7,200 |
| Clifford M. Englande | 7,200 | 7,200 |
| Sharon A. Hanzo | 7,200 | 7,200 |
| Henderson Lewis, Jr. (Term began 1/2007) | 3,600 | 3,600 |
| Joseph V. Long | 7,200 | 7,200 |
| Perry Nicosia (Term began 1/2007) | 3,600 | 3,600 |
| Ronald J. Nicosia (Term ended 12/2006) | 3,600 | 3,600 |
| Stacy Riley, Sr. (Term ended 12/2006) | 3,600 | 3,600 |
| | <u>\$79,800</u> | <u>\$79,800</u> |

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Members of the
St. Bernard Parish School Board
Chalmette, Louisiana

Compliance

We have audited the compliance of the St. Bernard Parish School Board with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. The St. Bernard Parish School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the St. Bernard Parish School Board's management. Our responsibility is to express an opinion on the St. Bernard Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the St. Bernard Parish School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the St. Bernard Parish School Board's compliance with those requirements.

In our opinion, the St. Bernard Parish School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

110 VETERANS MEMORIAL BOULEVARD, SUITE 200, METAIRIE, LA 70005-4958 • 504.835.5522 • FAX 504.835.5535
5100 VILLAGE WALK, SUITE 300, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956
TOWN HALL WEST, 10000 PERKINS ROWE, STE. 200, BATON ROUGE, LA 70810-1797 • 225.296.5150 • FAX 225.296.5151
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Internal Control Over Compliance

The management of the St. Bernard Parish School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the St. Bernard Parish School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of St. Bernard Parish School Board's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the St. Bernard Parish School Board, the State of Louisiana, federal awarding agencies and pass-through entities, and the Legislative Auditor of the State of Louisiana, and is not intended to be and should not be used by anyone other than those specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

December 26, 2008



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT
AUDITING STANDARDS***

To the Members of the
St. Bernard Parish School Board
Chalmette, Louisiana

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of St. Bernard Parish School Board, as of and for the year ended June 30, 2008, which collectively comprise the St. Bernard Parish School Board's basic financial statements and have issued our report thereon dated December 26, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial statements contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit we considered the St. Bernard Parish School Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of St. Bernard Parish School Board's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of St. Bernard Parish School Board's internal control over financial reporting.

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the St. Bernard Parish School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the St. Bernard Parish School Board, the State of Louisiana, federal awarding agencies and pass-through entities, and the Legislative Auditor of the State of Louisiana, and is not intended to be and should not be used by anyone other than those specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in cursive script, likely representing the firm's name, is positioned above the corporate name.

A Professional Accounting Corporation

December 26, 2008

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2008

| FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM NAME | FEDERAL CFDA NUMBER | PASS-THROUGH GRANTORS' AWARD NUMBER | EXPENDITURES |
|---|---------------------------|---|------------------|
| United States Department of Agriculture: | | | |
| Passed through Louisiana Department of Agriculture and Forestry: | | | |
| Food Distribution Program | 10.550 | N/A | \$113,655 |
| Passed through Louisiana Department of Education: | | | |
| School Breakfast Program | 10.553 | N/A | 368,259 |
| National School Lunch Program | 10.555 | N/A | 1,245,697 |
| Summer Feeding Program | 10.559 | N/A | 47,069 |
| Total United States Department of Agriculture | | | <u>1,774,680</u> |
| United States Department of Health and Human Services: | | | |
| Direct Program: | | | |
| 2008 Headstart | 93.800 | 08CHQ392/17 | <u>1,420,026</u> |
| | | | <u>1,420,026</u> |
| Passed through Louisiana Department of Education: | | | |
| Temporary Assistance to Needy Families: | | | |
| 2007 Early Childhood Development | 93.558 | 28-07-35-44 | 36,865 |
| 2008 Early Childhood Development | 93.558 | 28-08-35-44 | 1,281,975 |
| 2008 Adult Education - STEP | 93.558 | 28-08-EP-44 | 42,343 |
| | | | <u>1,341,183</u> |
| Passed Through Louisiana Department of Health and Hospitals: | | | |
| 2008 Primary Prevention Grant | 93.958 | N/A | <u>58,760</u> |
| | | | <u>58,760</u> |
| Total United States Department of Health and Human Services | | | <u>2,818,969</u> |
| United States Department of Defense: | | | |
| 2006 Department of the Air Force - JROTC | N/A | N/A | <u>46,772</u> |
| Total United States Department of Defense | | | <u>46,772</u> |
| United States Department of Education: | | | |
| 2008 Readiness and Emergency Management for Schools | 84.184E | Q184E070165 | <u>28,711</u> |
| Passed through Louisiana Department of Education: | | | |
| 2007 Adult Education - Basic Grant | 84.002A | 07-44-44 | 25,128 |
| 2008 Adult Education - Basic Grant | 84.002A | 08-44-44 | <u>90,306</u> |
| | | | <u>115,434</u> |
| Educationally Deprived Children: | | | |
| 2008 Title I | 84.010 | 28-08-T1-44 | <u>5,723,552</u> |
| | | | <u>5,723,552</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT AND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS.

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2008

| <u>FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM NAME</u> | <u>FEDERAL CFDA NUMBER</u> | <u>PASS-THROUGH GRANTORS' AWARD NUMBER</u> | <u>EXPENDITURES</u> |
|--|------------------------------------|--|---------------------|
| Handicapped School Programs: | | | |
| 2008 Flow-Through | 84.027A | 08-B1-44 | 1,659,884 |
| 2008 Preschool Incentive | 84.173A | 08-P1-44 | 15,142 |
| | | | <u>1,675,026</u> |
| Innovative Education program Strategies: | | | |
| 2008 IASA Title V | | | <u>24,610</u> |
| | | | <u>24,610</u> |
| Strengthening The Skills of Teachers: | | | |
| 2008 IASA Title II | 84.367 | 08-50-44 | 837,481 |
| | | | <u>837,481</u> |
| Drug Free Schools and Communities: | | | |
| 2008 IASA Title IV | 84.186A | 08-70-44 | 42,992 |
| 2008 Title IV After School Learning Centers | 84.287C | 28-08-CC-44 | 830,593 |
| | | | <u>873,585</u> |
| Vocational Education: | | | |
| Title II A: | | | |
| 2007 Basic Grant Carryover | 84.048 | 0702-44 C/D | 13,674 |
| 2008 Basic Grant | 84.048 | 0802-44 | 133,751 |
| | | | <u>147,425</u> |
| Technology Improvement: | | | |
| 2007 Educational Technology State Grants | 84.318X | 0749-44 | 10,460 |
| 2008 Educational Technology State Grants | 84.318X | 0849-44 | 18,799 |
| | | | <u>29,259</u> |
| Elementary and Secondary Education Hurricane Relief - | | | |
| 2007 Hurricane Katrina Foreign Contributions | 84.940C | 28-07-FC-44 | 35,311 |
| 2007 HERA - Assistance for Homeless Youth | 84.938B | 28-08-IH-44 | 2,692 |
| 2006 Immediate Aid to Restart School Operations | 84-938A | 2808IR - 44 | 7,894,751 |
| | | | <u>7,732,754</u> |
| Readiness and Emergency Management for Schools: | | | |
| 2007 Coordinated School Health Strategies | 84.184S | N/A | 89,914 |
| 2008 Coordinated School Health Strategies | 84.184S | N/A | 50,000 |
| | | | <u>119,914</u> |
| Total United States Department of Education | | | <u>17,107,751</u> |
| U.S. Department of Homeland Security: | | | |
| Federal Emergency Management Agency: | | | |
| Passed through the State of Louisiana: | | | |
| Public Assistance Grant | 97.036 | N/A | 55,985,310 |
| Total United States Department of Homeland Security | | | <u>55,985,310</u> |
| Total Federal Financial Assistance | | | <u>\$77,734,482</u> |

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT AND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS.

ST. BERNARD PARISH SCHOOL BOARD
Chalmette, Louisiana

Notes to Schedule of Expenditures
of Federal Awards
June 30, 2008

1. General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the St. Bernard Parish School Board. The School Board reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2008. All federal awards received directly from federal agencies are included on the schedule as well as federal awards passed through other government agencies.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the St. Bernard Parish School Board's basic financial statements for the year ended June 30, 2008.

3. Relationship to General Purpose Financial Statements

Federal Award revenues are reported in the School Board's basic financial statements as follows:

From Federal Sources

| | |
|-----------------------|---------------------|
| General Fund | \$ 46,772 |
| Special Revenue Funds | <u>77,687,710</u> |
| Total | <u>\$77,734,482</u> |

4. Relationship to Federal Financial Reports

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports.

5. USDA Commodities

Non-monetary assistance is reported in the Schedule at the fair market value of the commodities received.

**ST. BERNARD PARISH SCHOOL BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Year Ended June 30, 2008**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of the St. Bernard Parish School Board.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Report on Compliance With Requirements Applicable to each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.
3. No instances of noncompliance material to the financial statements of the St. Bernard Parish School Board were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for the St. Bernard Parish School Board expresses an unqualified opinion.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in Part C. of this Schedule.
7. The programs tested as major programs included:

| <u>PROGRAM</u> | <u>CFDA No.</u> |
|---|-----------------|
| Title I | 84.010 |
| IDEA Part B Special Education | 84.027A |
| IASA Title II | 84.367 |
| Federal Emergency Management Agency Disaster Relief | 97.036 |

8. The threshold for distinguishing Types A and B programs was \$2,721,296.
9. The School Board was determined to be a low-risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

None

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

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**Independent Accountant's Report
On Applying Agreed-Upon Procedures**

To the Members of the
St. Bernard Parish School Board
Chalmette, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of St. Bernard Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of St. Bernard Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures,
 - Total General Fund Equipment Expenditures,
 - Total Local Taxation Revenue,
 - Total Local Earnings on Investment in Real Property,
 - Total State Revenue in Lieu of Taxes,
 - Nonpublic Textbook Revenue, and
 - Nonpublic Transportation Revenue.

No differences were noted.

110 VETERANS MEMORIAL BOULEVARD, SUITE 200, METAIRIE, LA 70005-4958 • 504.835.5522 • FAX 504.835.5535
5100 VILLAGE WALK, SUITE 300, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956
TOWN HALL WEST, 10000 PERKINS ROWE, STE. 200, BATON ROUGE, LA 70810-1797 • 225.296.5150 • FAX 225.296.5151
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Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1st.

No differences were noted.

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

No differences were noted.

4. We obtained a list of principals, assistant principals, and full-time teachers by classification as of October 1st and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determine if the individual's education level was properly classified on the schedule.

No differences were noted.

Number and Type of Public Schools (Schedule 3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title I Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application.

No differences were noted.

Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers (Schedule 4)

6. We obtained a list of principals, assistant principals, and full-time teachers by classification as of October 1st and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

No differences were noted.

Public Staff Data (Schedule 5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

No differences were noted.

Public Staff Data (Schedule 5) (Continued)

8. We recalculated the average salaries and full-time equivalents reported in the schedule.

No differences were noted.

Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1st roll books for those classes and determined if the class was properly classified on the schedules.

No differences were noted.

Louisiana Educational Assessment Program (LEAP)(Schedule 7)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by St. Bernard Parish School Board.

No differences were noted.

The Graduation Exit Exam (Schedule 8)

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by St. Bernard Parish School Board.

No differences were noted.

The iLeap Tests (Schedule 9)

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by St. Bernard Parish School Board.

No differences were noted.

* * * * *

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of St. Bernard Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24.513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in black ink, likely representing the firm's name, written in a cursive style.

A Professional Accounting Corporation

December 26, 2008

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ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

Schedules Required by State Law (R.S. 24:514 - Performance and Statistical Data)

As of and for the Year Ended June 30, 2007

Schedule LA-1 - General Fund Instructional and Support Expenditures and Certain Local Revenue Sources

This schedule includes general fund instructional and equipment expenditures. It also contains local taxation revenue, earnings on investments, revenue in lieu of taxes, and nonpublic textbook and transportation revenue. This data is used either in the Minimum Foundation Program (MFP) formula or is presented annually in the MFP 70% Expenditure Requirement Report.

Schedule LA-2 - Education Levels of Public School Staff

This schedule includes the certificated and uncertificated number and percentage of full-time classroom teachers and the number and percentage of principals and assistant principal's with less than a Bachelor's; Master's; Master's +30; Specialist in Education; and Ph. D or Ed. D. degrees. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule LA-3 - Number and Type of Public Schools

This schedule includes the number of elementary, middle/junior high, secondary and combination schools in operation during the fiscal year. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule LA-4 - Experience of Public Teachers and Full-time Classroom Teachers

This schedule includes the number of years of experience in teaching for assistant principals, principals, and full-time classroom teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule LA-5 - Public School Staff Data

This schedule includes average classroom teachers salary using full-time equivalents, including and excluding ROTC and rehired retiree teachers. This data is currently reported to the Legislature in the Annual Financial and Statistical Report (AFSR).

Schedule LA-6 - Class Size Characteristics

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33, and 34+ students. This data is currently reported to the Legislature in the Annual School Report (ASR).

Schedule LA-7 - Louisiana Educational Assessment Program (LEAP)

This schedule represents student performance testing data and includes summary scores by district for grades 4 and 8 in each category tested. Scores are reported as Advanced, Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

Schedule LA-8 - The Graduation Exit Exam

This schedule represents student performance testing data and includes summary scores by district for grades 10 and 11 in each category tested. Scores are reported as Advanced, Proficient, Basic, Approaching Basic, and Unsatisfactory. This schedule includes three years of data.

Schedule LA-9 - The IOWA and i-LEAP Tests

This schedule represents student performance testing data and includes a summary score for grades 3, 5, 6, 7 and 9 for each district. The summary score reported is the National Percentile Rank showing relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. This schedule includes three years of data.

Schedule LA-1

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources
2007-2008

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

| | |
|---|-------------------|
| Classroom Teacher Salaries | 9,151,921 |
| Other Instructional Staff Activities | 831,810 |
| Employee Benefits | 6,449,771 |
| Purchased Professional and Technical Services | 84,711 |
| Instructional Materials and Supplies | 1,863,134 |
| Instructional Equipment | 794,484 |
| | <u>19,175,831</u> |

Total Teacher and Student Interaction Activities

Other Instructional Activities

Pupil Support Activities

| | |
|--|-----------|
| Less: Equipment for Pupil Support Activities | 1,438,033 |
| Net Pupil Support Activities | <u>0</u> |

1,438,033

Instructional Staff Service

| | |
|--|-----------|
| Less: Equipment for Instructional Staff Services | 1,235,490 |
| Net Instructional Staff Services | <u>0</u> |

1,235,490

Total General Fund Instructional Expenditures

21,849,354

Total General Fund Equipment Expenditures:

794,484

Schedule LA-1 Continued

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources
2007-2008

Certain Local Revenue Sources

Local Taxation Revenue:

| | |
|---|-------------------|
| Constitutional Ad Valorem Taxes | 824,496 |
| Renewable Ad Valorem Tax | 6,870,801 |
| Debt Service Ad Valorem Tax | 2,752,933 |
| Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes | 272,546 |
| Sales and Use Taxes | 11,814,389 |
| Total Local Taxation Revenue | <u>22,535,165</u> |

Local Earnings on Investment in Real Property:

| | |
|---|------------|
| Earnings from 16th Section Property | 479 |
| Earnings from Other Real Property | 0 |
| Total Local Earnings on Investment in Real Property | <u>479</u> |

State Revenue in Lieu of Taxes:

| | |
|--------------------------------------|----------------|
| Revenue Sharing-Constitutional Tax | 98,959 |
| Revenue Sharing-Other Taxes | 244,099 |
| Revenue Sharing-Excess Portion | 0 |
| Other Revenue in Lieu of Taxes | 0 |
| Total State Revenue in Lieu of Taxes | <u>343,058</u> |

Nonpublic Textbook Revenue

| | |
|--|---------------|
| | <u>11,498</u> |
|--|---------------|

Nonpublic Transportation Revenue

| | |
|--|----------|
| | <u>0</u> |
|--|----------|

SCHEDULE LA-2

Education Levels of Public School Staff As of October 1, 2007

| Category | Full-time Classroom Teachers | | | | Principals & Assistant Principals | | | |
|-------------------------------|------------------------------|------------|----------------|----------|-----------------------------------|------------|----------------|----------|
| | Certificated | | Uncertificated | | Certificated | | Uncertificated | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Less than a Bachelor's Degree | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Bachelor's Degree | 224 | 76 | 0 | 0 | 0 | 0 | 0 | 0 |
| Master's Degree | 56 | 19 | 0 | 0 | 12 | 67 | 0 | 0 |
| Master's Degree +30 | 16 | 5 | 0 | 0 | 6 | 33 | 0 | 0 |
| Specialist in Education | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Ph. D. or Ed. D. | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| TOTAL | 298 | 100 | 0 | 0 | 18 | 100 | 0 | 0 |

SCHEDULE LA-3

Number and Type of Public Schools For the Year Ended June 30, 2008

| Type | Number |
|-----------------|--------|
| Elementary | 2 |
| Middle/Jr. High | 1 |
| Secondary | 2 |
| Combination | 0 |
| Total | 5 |

SCHEDULE LA-4

Experience of Public Principals and Full-time Classroom Teachers As of October 1, 2007

| | 0-1 Yr. | 2-3 Yrs. | 4-10 Yrs. | 11-14 Yrs. | 15-19 Yrs. | 20-24 Yrs. | 25+ Yrs. | Total |
|----------------------|-----------|-----------|-----------|------------|------------|------------|-----------|------------|
| Assistant Principals | 0 | 0 | 1 | 1 | 3 | 4 | 4 | 13 |
| Principals | 0 | 0 | 0 | 1 | 0 | 0 | 4 | 5 |
| Classroom Teachers | 47 | 29 | 80 | 28 | 33 | 19 | 62 | 298 |
| Total | 47 | 29 | 81 | 30 | 36 | 23 | 70 | 316 |

Public School Staff Data For the Year Ended June 30, 2008

| | All Classroom Teachers | Classroom Teachers Excluding ROTC and Rehired Retirees |
|--|------------------------|--|
| Average Classroom Teachers' Salary including Extra Compensation | \$ 45,745 | \$ 45,677 |
| Average Classroom Teachers' Salary Excluding Extra Compensation | \$ 45,469 | \$ 45,398 |
| Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries | 296 | 293 |

Class Size Characteristics As of October 1, 2007

| School Type | Class Size Range | | | | | | | | | |
|----------------------------------|------------------|--------|---------|--------|---------|--------|---------|--------|--|--|
| | 1-20 | | 21-26 | | 27-33 | | 34+ | | | |
| | Percent | Number | Percent | Number | Percent | Number | Percent | Number | | |
| Elementary | 57 | 262 | 42 | 192 | 1 | 3 | 0 | 0 | | |
| Elementary Activity Classes | 29 | 38 | 68 | 89 | 2 | 2 | 1 | 1 | | |
| Middle/Jr. High | 40 | 71 | 55 | 96 | 5 | 9 | 0 | 0 | | |
| Middle/Jr. High Activity Classes | 30 | 9 | 17 | 5 | 47 | 14 | 6 | 2 | | |
| High | 54 | 309 | 32 | 183 | 13 | 74 | 1 | 2 | | |
| High Activity Classes | 46 | 29 | 24 | 15 | 22 | 14 | 8 | 5 | | |
| Combination | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | |
| Combination Activity Classes | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | |

NOTE: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

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SCHEDULE LA-7

Louisiana Educational Assessment Program (LEAP)
For the Year Ended June 30, 2008

| District Achievement Level Results | English Language Arts | | | | | | Mathematics | | | | | |
|---------------------------------------|-----------------------|---------|--------|---------|--------|---------|-------------|---------|--------|---------|--------|---------|
| | 2008 | | 2007 | | 2006 | | 2008 | | 2007 | | 2006 | |
| Grade 4 | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Advanced | 14 | 5 | 5 | 2 | 2 | 1 | 36 | 12 | 8 | 3 | 4 | 3 |
| Proficient | 59 | 20 | 30 | 12 | 21 | 15 | 91 | 30 | 47 | 19 | 33 | 23 |
| Basic | 153 | 50 | 113 | 46 | 70 | 48 | 128 | 44 | 123 | 49 | 58 | 40 |
| Approaching Basic | 51 | 17 | 66 | 26 | 24 | 17 | 28 | 9 | 44 | 18 | 21 | 15 |
| Unsatisfactory | 23 | 8 | 35 | 14 | 27 | 19 | 16 | 5 | 28 | 11 | 28 | 19 |
| Total | 300 | 100 | 250 | 100 | 144 | 100 | 299 | 100 | 250 | 100 | 144 | 100 |

| District Achievement Level Results | Science | | | | | | Social Studies | | | | | |
|---------------------------------------|---------|---------|--------|---------|--------|---------|----------------|---------|--------|---------|--------|---------|
| | 2008 | | 2007 | | 2006 | | 2008 | | 2007 | | 2006 | |
| Grade 4 | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Advanced | 7 | 2 | 0 | 0 | 4 | 3 | 1 | 0 | 1 | 0 | 2 | 1 |
| Proficient | 45 | 15 | 20 | 8 | 6 | 4 | 30 | 10 | 11 | 4 | 15 | 10 |
| Basic | 163 | 55 | 99 | 40 | 72 | 51 | 170 | 57 | 128 | 52 | 73 | 52 |
| Approaching Basic | 70 | 23 | 98 | 39 | 36 | 25 | 74 | 25 | 62 | 25 | 27 | 19 |
| Unsatisfactory | 14 | 5 | 33 | 13 | 25 | 17 | 24 | 8 | 48 | 19 | 26 | 18 |
| Total | 299 | 100 | 250 | 100 | 143 | 100 | 299 | 100 | 250 | 100 | 143 | 100 |

SCHEDULE LA-7 Continued

| District Achievement Level Results | English Language Arts | | | | | | Mathematics | | | | | |
|------------------------------------|-----------------------|---------|--------|---------|--------|---------|-------------|---------|--------|---------|--------|---------|
| | 2008 | | 2007 | | 2006 | | 2008 | | 2007 | | 2006 | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Grade 8 | | | | | | | | | | | | |
| Advanced | 2 | 1 | 1 | 1 | 3 | 2 | 11 | 3 | 12 | 4 | 2 | 1 |
| Proficient | 30 | 9 | 22 | 8 | 19 | 11 | 11 | 3 | 11 | 4 | 8 | 5 |
| Basic | 143 | 43 | 131 | 43 | 52 | 31 | 172 | 52 | 136 | 44 | 69 | 41 |
| Approaching Basic | 129 | 39 | 120 | 39 | 74 | 44 | 88 | 27 | 81 | 28 | 49 | 29 |
| Unsatisfactory | 28 | 8 | 30 | 10 | 21 | 12 | 50 | 15 | 60 | 20 | 40 | 24 |
| Total | 332 | 100 | 304 | 100 | 169 | 100 | 332 | 100 | 300 | 100 | 168 | 100 |

| District Achievement Level Results | Science | | | | | | Social Studies | | | | | |
|------------------------------------|---------|---------|--------|---------|--------|---------|----------------|---------|--------|---------|--------|---------|
| | 2008 | | 2007 | | 2006 | | 2008 | | 2007 | | 2006 | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Grade 8 | | | | | | | | | | | | |
| Advanced | 3 | 1 | 4 | 1 | 3 | 2 | 0 | 0 | 2 | 1 | 2 | 1 |
| Proficient | 52 | 16 | 36 | 12 | 16 | 10 | 20 | 6 | 23 | 8 | 14 | 8 |
| Basic | 120 | 35 | 127 | 42 | 57 | 35 | 154 | 47 | 139 | 46 | 65 | 40 |
| Approaching Basic | 108 | 33 | 86 | 28 | 61 | 36 | 91 | 27 | 83 | 27 | 37 | 22 |
| Unsatisfactory | 48 | 15 | 50 | 17 | 28 | 17 | 66 | 20 | 55 | 18 | 48 | 29 |
| Total | 331 | 100 | 303 | 100 | 165 | 100 | 331 | 100 | 302 | 100 | 166 | 100 |

SCHEDULE LA-8

The Graduate Exit Exam for the 21st Century For the Year
Ended June 30, 20008

| District Achievement Level Results | English Language Arts | | | | | | Mathematics | | | | | |
|---------------------------------------|-----------------------|---------|--------|---------|--------|---------|-------------|---------|--------|---------|--------|---------|
| | 2008 | | 2007 | | 2006 | | 2008 | | 2007 | | 2006 | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Grade 10 | | | | | | | | | | | | |
| Advanced | 4 | 1 | 2 | 1 | 0 | 0 | 27 | 10 | 13 | 5 | 12 | 7 |
| Proficient | 21 | 7 | 26 | 10 | 18 | 10 | 41 | 14 | 53 | 21 | 28 | 16 |
| Basic | 158 | 57 | 133 | 53 | 93 | 53 | 143 | 50 | 110 | 45 | 75 | 41 |
| Approaching Basic | 68 | 24 | 62 | 25 | 37 | 21 | 42 | 15 | 43 | 17 | 31 | 18 |
| Unsatisfactory | 31 | 11 | 27 | 11 | 29 | 16 | 30 | 11 | 31 | 12 | 31 | 18 |
| Total | 282 | 100 | 250 | 100 | 177 | 100 | 283 | 100 | 250 | 100 | 177 | 100 |

184

| District Achievement Level Results | Science | | | | | | Social Studies | | | | | |
|---------------------------------------|---------|---------|--------|---------|--------|---------|----------------|---------|--------|---------|--------|---------|
| | 2008 | | 2007 | | 2006 | | 2008 | | 2007 | | 2006 | |
| | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| Grade 11 | | | | | | | | | | | | |
| Advanced | 8 | 3 | 6 | 3 | 1 | 1 | 0 | 0 | 4 | 2 | 0 | 0 |
| Proficient | 24 | 9 | 31 | 13 | 22 | 14 | 26 | 10 | 16 | 7 | 6 | 4 |
| Basic | 128 | 50 | 98 | 43 | 64 | 40 | 142 | 54 | 126 | 54 | 89 | 56 |
| Approaching Basic | 66 | 25 | 59 | 25 | 47 | 30 | 59 | 23 | 54 | 23 | 41 | 26 |
| Unsatisfactory | 35 | 13 | 38 | 16 | 24 | 15 | 34 | 13 | 32 | 14 | 22 | 14 |
| Total | 261 | 100 | 232 | 100 | 158 | 100 | 261 | 100 | 232 | 100 | 158 | 100 |

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The iLEAP Exams

iLEAP Tests:

| District Achievement Level/Results | English Language Arts | | | Mathematics | | |
|---------------------------------------|-----------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 2008 Percent | 2007 Percent | 2006 Percent | 2008 Percent | 2007 Percent | 2006 Percent |
| Grade 3 | | | | | | |
| Advanced | 5 | 0 | 0 | 12 | 3 | 1 |
| Mastery | 18 | 17 | 10 | 16 | 18 | 9 |
| Basic | 37 | 40 | 34 | 38 | 36 | 35 |
| Approaching Basic | 23 | 26 | 27 | 18 | 25 | 32 |
| Unsatisfactory | 17 | 17 | 29 | 16 | 18 | 23 |
| Total | 100 | 100 | 100 | 100 | 100 | 100 |

| District Achievement Level/Results | Science | | | Social Studies | | |
|---------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 2008 Percent | 2007 Percent | 2006 Percent | 2008 Percent | 2007 Percent | 2006 Percent |
| Grade 3 | | | | | | |
| Advanced | 3 | 0 | 0 | 2 | 0 | 2 |
| Mastery | 13 | 9 | 4 | 14 | 9 | 9 |
| Basic | 38 | 40 | 36 | 49 | 45 | 46 |
| Approaching Basic | 28 | 32 | 37 | 20 | 28 | 24 |
| Unsatisfactory | 18 | 19 | 23 | 15 | 18 | 19 |
| Total | 100 | 100 | 100 | 100 | 100 | 100 |

The iLEAP Exams

iLEAP Tests:

| District Achievement Level Results | English Language Arts | | | Mathematics | | |
|------------------------------------|-----------------------|---------|---------|-------------|---------|---------|
| | 2008 | 2007 | 2006 | 2008 | 2007 | 2006 |
| Grade 5 | Percent | Percent | Percent | Percent | Percent | Percent |
| Advanced | 3 | 3 | 0 | 9 | 3 | 1 |
| Mastery | 10 | 15 | 5 | 15 | 8 | 8 |
| Basic | 46 | 44 | 45 | 47 | 49 | 53 |
| Approaching Basic | 25 | 20 | 34 | 17 | 20 | 15 |
| Unsatisfactory | 16 | 18 | 16 | 12 | 20 | 23 |
| Total | 100 | 100 | 100 | 100 | 100 | 100 |

| District Achievement Level Results | Science | | | Social Studies | | |
|------------------------------------|---------|---------|---------|----------------|---------|---------|
| | 2008 | 2007 | 2006 | 2008 | 2007 | 2006 |
| Grade 5 | Percent | Percent | Percent | Percent | Percent | Percent |
| Advanced | 2 | 0 | 0 | 0 | 0 | 0 |
| Mastery | 8 | 8 | 5 | 9 | 10 | 5 |
| Basic | 40 | 41 | 44 | 50 | 57 | 48 |
| Approaching Basic | 34 | 33 | 37 | 28 | 19 | 25 |
| Unsatisfactory | 16 | 18 | 14 | 13 | 14 | 22 |
| Total | 100 | 100 | 100 | 100 | 100 | 100 |

The Iowa and iLEAP Exams

iLEAP Tests:

| District Achievement Level Results | English Language Arts | | | Mathematics | | | Science | | | Social Studies | | |
|------------------------------------|-----------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 2008 Percent | 2007 Percent | 2006 Percent | 2008 Percent | 2007 Percent | 2006 Percent | 2008 Percent | 2007 Percent | 2006 Percent | 2008 Percent | 2007 Percent | 2006 Percent |
| Grade 6 | | | | | | | | | | | | |
| Advanced | 2 | 0 | 2 | 6 | 3 | 3 | 2 | 1 | 0 | 0 | 0 | 1 |
| Mastery | 16 | 11 | 14 | 8 | 10 | 10 | 10 | 10 | 8 | 4 | 3 | 7 |
| Basic | 45 | 48 | 38 | 54 | 46 | 42 | 43 | 46 | 36 | 48 | 33 | 40 |
| Approaching Basic | 22 | 27 | 34 | 16 | 20 | 23 | 29 | 29 | 42 | 30 | 36 | 29 |
| Unsatisfactory | 15 | 14 | 12 | 16 | 21 | 22 | 16 | 14 | 14 | 18 | 28 | 23 |
| Total | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 |

| District Achievement Level Results | English Language Arts | | | Mathematics | | | Science | | | Social Studies | | |
|------------------------------------|-----------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 2008 Percent | 2007 Percent | 2006 Percent | 2008 Percent | 2007 Percent | 2006 Percent | 2008 Percent | 2007 Percent | 2006 Percent | 2008 Percent | 2007 Percent | 2006 Percent |
| Grade 7 | | | | | | | | | | | | |
| Advanced | 3 | 1 | 6 | 3 | 2 | 2 | 2 | 1 | 0 | 0 | 2 | 1 |
| Mastery | 15 | 8 | 10 | 8 | 7 | 7 | 8 | 10 | 6 | 10 | 7 | 4 |
| Basic | 44 | 41 | 37 | 48 | 44 | 43 | 46 | 40 | 37 | 46 | 46 | 45 |
| Approaching Basic | 28 | 33 | 30 | 23 | 30 | 26 | 31 | 33 | 44 | 27 | 30 | 29 |
| Unsatisfactory | 10 | 17 | 17 | 18 | 17 | 22 | 13 | 16 | 13 | 17 | 15 | 21 |
| Total | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 |

The Iowa and iLEAP Exams

iLEAP Tests:

| District Achievement Level Results | English Language Arts | | Mathematics | | Science | | Social Studies | |
|---------------------------------------|-----------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 2008 Percent | 2007 Percent | 2008 Percent | 2007 Percent | 2008 Percent | 2007 Percent | 2008 Percent | 2007 Percent |
| Grade 9 | | | | | | | | |
| Advanced | 1 | 0 | 1 | 4 | 2 | N/R | N/R | N/R |
| Mastery | 8 | 10 | 11 | 9 | 11 | N/R | N/R | N/R |
| Basic | 50 | 46 | 49 | 49 | 55 | N/R | N/R | N/R |
| Approaching Basic | 31 | 32 | 28 | 19 | 18 | N/R | N/R | N/R |
| Unsatisfactory | 10 | 12 | 11 | 19 | 14 | N/R | N/R | N/R |
| Total | 100 | 100 | 100 | 100 | 100 | N/R | N/R | N/R |

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